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LAW OFFICES

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200 WORLD CENTER BUILDING

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WASHINGTON, D.C.

20006-2973

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TELEX
440367 A AND A

RECORDATION TO..... Filed 1425

FEB 27 1986 -12 01 PM

February 27, 1986

INTERSTATE COMMERCE COMMISSION

6-058A012

Mr. James H. Bayne
Secretary
Interstate Commerce Commission
Washington, D.C.

Dear Mr. Bayne:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. §11303(a) are six (6) original counterparts of an Equipment Trust Agreement, dated as of February 27, 1986, a "primary document" as defined in the Commission's Rules for the Recordation of Documents.

The names and addresses of the parties to the enclosed document are:

Trustee-Lessor: MBank Dallas, N.A.
108 South Akard Street
Dallas, Texas 75265

Lessee: ACF Industries, Incorporated
1370 Avenue of the Americas
New York, New York 10017

A description of the railroad equipment covered by the enclosed document is set forth in Schedule I attached hereto and made a part hereof.

The undersigned is agent for the Lessee named above for the purpose of submitting the enclosed document for filing and recordation and has knowledge of the matters contained therein.

Kindly return five (5) stamped counterparts of the enclosed document to Charles T. Kappler, Esq., Alvord and Alvord, 918 Sixteenth Street, N.W., Washington, D.C. 20006.

Charles T. Kappler


Mr. James H. Bayne
Secretary
Interstate Commerce Commission
February 27, 1986
Page Two

Also enclosed is a check in the amount of \$10 payable to the order of the Interstate Commerce Commission covering the required recordation fee.

A short summary of the enclosed primary document to appear in the Commission's Index is:

Equipment Trust Agreement dated as of February 27, 1986 by and between MBank Dallas, N.A., Trustee, and ACF Industries, Incorporated - ACF Industries Equipment Trust, Series Q, covering 1683 units of railroad rolling stock bearing ACFX reporting mark.

Very truly yours,


Charles T. Kappler

SCHEDULE I

<u>QUANTITY</u>	<u>AAR</u> <u>DESIGNATION</u>	<u>INITIALLED ACFX</u> <u>AND NUMBERED</u>
992	C214	38320 - 38336 38370 - 38388 38404 - 38433 38436 38500 - 38761 38776 - 38829 38833 38835 - 38949 38957 - 39130 39161 - 39242 39343 - 39375 39377 - 39378 39381 - 39411 39414 - 39428 39430 39433 - 39439 39449 - 39472 39480 - 39491 39553 39555 - 39564 39566 39618 39633 40301 - 40353 40355 - 40392 40394 - 40400 38389 - 38403 38434 - 38435 38762 - 38775 38950 - 38956 39478 51001 - 51010 51012 - 51016 51041 - 51072 51074 - 51075 51114 - 51115 51117 - 51118 51120 - 51132 51148 - 51162 59916 - 59923 59928 - 59939 59944 - 59965 59967 - 59999 38338 - 38347 76690 - 76727 76758 - 76760 76806
186	C614	
10 42	C714 T054	

<u>QUANTITY</u>	<u>AAR DESIGNATION</u>	<u>INITIALLED ACFX AND NUMBERED</u>
5	T055	71096 - 71100
152	T104	71051 - 71065
		76681 - 76682
		76730 - 76757
		76761 - 76805
		76815 - 76819
		76897 - 76953
42	T103	71161
		76683 - 76689
		76807 - 76814
		76820 - 76826
		76977 - 76995
4	T160	71182
		71184 - 71186
70	T107	76827 - 76896
50	T108	71101 - 71130
		71162 - 71181
20	T564	77188 - 77197
		77246 - 77255
Covered Hopper Cars	1,198	
Tank Cars	<u>385</u>	
Total	1,583	

4911

RECORDATION F.D. Filed 1425

FEB 27 1986 -12 05 PM

FILED AND RECORDED WITH THE INTERSTATE COMMERCE COMMISSION
PURSUANT TO 49 U.S.C. § 11303 AS DOCUMENT NO. ON
FEBRUARY , 1986 AT .M.

ACF INDUSTRIES EQUIPMENT TRUST

Series Q

EQUIPMENT TRUST AGREEMENT

Dated as of February 27, 1986

BY AND BETWEEN

MBANK DALLAS, N.A., Trustee

AND

ACF INDUSTRIES, INCORPORATED

This Equipment Trust Agreement is secured by the Trust Equipment subject hereto and an assignment of all Leases now or hereafter entered into by ACF Industries, Incorporated, or its affiliates or assigns, relating (but only to the extent relating) to such Trust Equipment, and of all rentals and proceeds in respect of such Trust Equipment under any Lease or other agreement.

TABLE SHOWING REFLECTION OF CERTAIN PROVISIONS
OF TRUST INDENTURE ACT OF 1939

Trust Indenture Act <u>Section</u>	<u>Equipment Trust Agreement Section</u>
§ 310(a)(1)	9.08
(a)(2)	9.08
(a)(3)	Not Applicable
(a)(4)	Not Applicable
(b)	9.07; 9.09
(c)	Not Applicable
§ 311(a)	9.12(a)
	9.12(c)
(b)	9.12(b)
	9.12(c)
(c)	Not Applicable
§ 312(a)*	8.01
	8.02(a)
(b)	8.02(b)
	8.02(c)
(c)	Not Applicable
§ 313	8.04
§ 314(a)	8.03
(b)	7.03
(c)(1)	14.03
(c)(2)	14.03
(c)(3)	Not Applicable
(d)(1)	5.06
(d)(2)	Not Applicable
(d)(3)	4.03
	5.06
	5.08
(e)	14.03

* Since under the Equipment Trust Agreement only the Trustee may appoint paying agents, the references in Section 312(a) of the Trust Indenture Act to paying agents of the obligor have been omitted.

Trust Indenture Act Section	Equipment Trust Agreement Section
§ 315(a)	9.02
(b)	6.06
(c)	9.02
(d)	9.02
(e)	6.10
§ 316(a)(1)(A)	6.09
	10.03
(a)(1)(B)	6.04
(a)(2)	Omitted
(b)	6.08
§ 317(a)	6.01
(b)	9.13
§ 318(a)	14.04

TABLE OF CONTENTS*

	<u>Page</u>
PARTIES	1
RECITALS AND FORMS	1
CONSIDERATION FOR AGREEMENT	7

ARTICLE ONE DEFINITIONS

SECTION 1.01. Definitions	8
---------------------------------	---

ARTICLE TWO TRUST CERTIFICATES AND ISSUANCE THEREOF

SECTION 2.01. Issuance of Trust Certificates	13
SECTION 2.02. Interests Represented by Trust Certificates; Interest; Maturity; Denominations	13
SECTION 2.03. Form of Trust Certificates and Guaranty	14
SECTION 2.04. Execution by Trustee	14
SECTION 2.05. Temporary Trust Certificates	14
SECTION 2.06. Characteristics of Trust Certificates	14
SECTION 2.07. Replacement of Lost Trust Certificates	16
SECTION 2.08. Legal Holidays	17

ARTICLE THREE REDEMPTION OF TRUST CERTIFICATES

SECTION 3.01. Sinking Fund Redemption	18
SECTION 3.02. Optional Redemption	18
SECTION 3.03. Casualty Redemption	18
SECTION 3.04. Selection of Trust Certificates for Redemption; Notice of Redemption	19
SECTION 3.05. Payment of Trust Certificates Called for Redemption	20

* This Table of Contents does not constitute a part of the Agreement.

ARTICLE FOUR
ACQUISITION OF TRUST EQUIPMENT BY TRUSTEE;
DEPOSITED CASH

SECTION 4.01.	Acquisition of Trust Equipment by Trustee	21
SECTION 4.02.	Payment of Deposited Cash	22
SECTION 4.03.	Supporting Papers	22

ARTICLE FIVE
LEASE OF TRUST EQUIPMENT TO THE COMPANY

SECTION 5.01.	Lease of Trust Equipment	24
SECTION 5.02.	Equipment Automatically Subjected	24
SECTION 5.03.	Substituted Equipment Subject Hereto	24
SECTION 5.04.	Rental Payments	24
SECTION 5.05.	Termination of Lease and Trust	27
SECTION 5.06.	Substitution and Replacement of Equipment	27
SECTION 5.07.	Marking of Trust Equipment	30
SECTION 5.08.	Maintenance of Trust Equipment	31
SECTION 5.09.	Possession of Trust Equipment	32
SECTION 5.10.	Indemnity	33
SECTION 5.11.	Security Interest in Leases	34

ARTICLE SIX
DEFAULTS

SECTION 6.01.	Events of Default	35
SECTION 6.02.	Remedies	39
SECTION 6.03.	Application of Proceeds	40
SECTION 6.04.	Waivers of Default	41
SECTION 6.05.	Company to Deliver Trust Equipment to Trustee	42
SECTION 6.06.	Trustee to Give Notice of Default, but May Withhold Under Certain Circumstances	42
SECTION 6.07.	Limitations on Suits by Holders of Trust Certificates	42
SECTION 6.08.	Unconditional Right of Holders of Trust Certificates to Sue for Principal and Interest	43
SECTION 6.09.	Control by Holders of Trust Certificates	43
SECTION 6.10.	Right of Court to Require Filing of Undertaking to Pay Costs	44
SECTION 6.11.	Remedies Cumulative	44

SECTION 6.12.	Obligations of Company Not Affected by Remedies	44
---------------	--	----

ARTICLE SEVEN
ADDITIONAL COVENANTS AND AGREEMENTS BY THE COMPANY

SECTION 7.01.	Guaranty of Company	45
SECTION 7.02.	Discharge of Liens	45
SECTION 7.03.	Recording; Payment of Expenses	46
SECTION 7.04.	Annual Compliance Certificate; Further Assurances	47 ✓
SECTION 7.05.	Insurance	47
SECTION 7.06.	Notice of Default	47

ARTICLE EIGHT
LISTS OF HOLDERS OF THE TRUST CERTIFICATES AND
REPORTS BY THE COMPANY AND THE TRUSTEE

SECTION 8.01.	Company to Furnish Trustee Information as to Names and Addresses of Holders of the Trust Certificates	48
SECTION 8.02.	Preservation of Information; Communication to Holders of the Trust Certificates	48
SECTION 8.03.	Reports by the Company	50
SECTION 8.04.	Reports by the Trustee	51

ARTICLE NINE
THE TRUSTEE

SECTION 9.01.	Acceptance of Trusts	53
SECTION 9.02.	Duties and Responsibilities of the Trustee; During Default; Prior to Default	53
SECTION 9.03.	Certain Rights of the Trustee	55
SECTION 9.04.	Application of Rentals; Responsibility of Trustee to Insure or Record	55
SECTION 9.05.	Funds May be Held by Trustee; Investments in Investment Securities	56
SECTION 9.06.	Trustee Not Liable for Delivery Delays or Defects in Equipment or Title; May Perform Duties By Agents; Holding of Trust Certificates; Moneys Held in Trust	57

	<u>Page</u>
SECTION 9.07. Qualification of Trustee; Conflicting Interests	57
SECTION 9.08. Persons Eligible for Appointment as Trustee	63
SECTION 9.09. Resignation and Removal; Appointment of Successor Trustee	64
SECTION 9.10. Acceptance of Appointment by Successor Trustee	65
SECTION 9.11. Merger or Consolidation of Trustee	66
SECTION 9.12. Preferential Collection of Claims Against the Company	66
SECTION 9.13. Paying Agents	70
SECTION 9.14. Compensation and Indemnity	71

ARTICLE TEN CONCERNING THE HOLDERS OF TRUST CERTIFICATES

SECTION 10.01. Evidence of Action Taken by Holders of Trust Certificates	72
SECTION 10.02. Proof of Execution of Instruments and of Holding of Trust Certificates	72
SECTION 10.03. Trust Certificates Owned by Company Deemed Not Outstanding	73
SECTION 10.04. Right of Revocation of Action Taken	73

ARTICLE ELEVEN MEETINGS OF HOLDERS OF TRUST CERTIFICATES

SECTION 11.01. Purposes for Which Meetings of Holders of Trust Certificates May Be Called	74
SECTION 11.02. Call of Meetings by Trustee	74
SECTION 11.03. Company and Holders of Trust Certificates May Call Meeting	74
SECTION 11.04. Persons Entitled to Vote at Meeting	75
SECTION 11.05. Determination of Voting Rights; Conduct and Adjournment of Meeting	75
SECTION 11.06. Counting Vote and Recording Action of Meeting	76
SECTION 11.07. Call of Meeting Not to Affect Rights of Trustee and Holders of Trust Certificates	77

ARTICLE TWELVE DISCHARGE AND SATISFACTION

SECTION 12.01. Termination of the Company's Obligations	77
SECTION 12.02. Application of Trust Money	78
SECTION 12.03. Repayment to the Company	78
SECTION 12.04. Reinstatement	78

ARTICLE THIRTEEN SUPPLEMENTAL AGREEMENTS

SECTION 13.01. Supplemental Agreements Without Consent of Holders	79
SECTION 13.02. Supplemental Agreements With Consent of Holders	80
SECTION 13.03. Effect of Supplemental Agreements	81
SECTION 13.04. Reference in Trust Certificates to Supplemental Agreements	81
SECTION 13.05. Opinion of Counsel to the Trustee	81
SECTION 13.06. Conformity with Trust Indenture Act of 1939	82
SECTION 13.07. Trustee to Execute Supplement Agreements.....	82

ARTICLE FOURTEEN MISCELLANEOUS

SECTION 14.01. Rights Confined to Parties and Holders	82
SECTION 14.02. No Recourse	82
SECTION 14.03. Officers' Certificates and Opinions of Counsel; Statements to Be Contained Therein	83
SECTION 14.04. Conflict of Any Provision of Agreement with Trust Indenture Act of 1939	83
SECTION 14.05. Binding Upon Assigns	83
SECTION 14.06. Notices	83
SECTION 14.07. Effect of Headings	84
SECTION 14.08. Counterparts	84
SECTION 14.09. Date Executed	84
SECTION 14.10. Governing Law	84
TESTIMONIUM	85
SIGNATURES AND SEALS	85
ACKNOWLEDGEMENTS	86

SCHEDULE I. DESCRIPTION OF EQUIPMENT

EQUIPMENT TRUST AGREEMENT dated as of February 27, 1986 by and between MBANK DALLAS, N.A. a national banking association, as Trustee (hereinafter called the Trustee), and ACF INDUSTRIES, INCORPORATED, a corporation duly organized and existing under the laws of the State of New Jersey (hereinafter called the Company).

WHEREAS, the Company has agreed to cause to be sold, transferred and delivered to the Trustee the railroad equipment described herein; and

WHEREAS, title to such railroad equipment is to be vested in and is to be retained by the Trustee, and such railroad equipment is to be leased to the Company hereunder until title is transferred under the provisions hereof; and

WHEREAS, ACF Industries Equipment Trust Certificates, Series Q (hereinafter called the Trust Certificates) are to be issued and sold in an aggregate principal amount not exceeding \$63,000,000, and the net proceeds of such sale are to constitute a fund equal to the aggregate principal amount of Trust Certificates so issued and sold, to be known as ACF INDUSTRIES EQUIPMENT TRUST, Series Q, to be applied by the Trustee in payment for the Trust Equipment; and

WHEREAS, the text of the Trust Certificates is to be substantially in the following form, and the text of the guaranty to be endorsed on each Trust Certificate by the Company is to be substantially in the following form, respectively:

[FORM OF TRUST CERTIFICATE]

\$

No.

ACF INDUSTRIES, INCORPORATED

% EQUIPMENT TRUST CERTIFICATE
DUE 15, 19

(Series Q)

Total Authorized Issue \$63,000,000

MBank Dallas N.A., Trustee

MBank Dallas N.A., Trustee (hereinafter called the Trustee) under an Equipment Trust Agreement (hereinafter called the Agreement) dated as of February 27, 1986, by and between the Trustee and ACF Industries, Incorporated, a New Jersey corporation (hereinafter called the Company), hereby certifies that or registered assigns is entitled to an interest of Dollars in ACF Industries Equipment Trust, Series Q, payable on the date specified in the heading hereof, upon surrender of this Certificate to the Trustee at its office in the City of Dallas and State of Texas, and to interest thereon from the date hereof until the principal amount represented by this Certificate shall have become due, payable on the fifteenth day of February and August in each year, beginning August 15, 1986, at the rate per annum specified in the heading hereof (computed on the basis of a 30-day month, 360-day year) with interest on any overdue principal and interest, to the extent legally enforceable, at the rate of 1% per annum over the rate specified in the heading hereof; principal and interest being payable to the registered holder hereof at said office of the Trustee in such coin or currency of the United States of America as, at the time of payment, shall be legal tender for the payment of public and private debts, and in such manner as the Company shall direct the Trustee in writing, but only from and out of rentals or other monies received by the Trustee and applicable to such payment under the provisions of the Agreement.

This Certificate is one of an authorized issue of Trust Certificates in an aggregate principal amount not exceeding \$63,000,000 (hereinafter called the Trust Certificates), consisting of \$22,000,000 aggregate principal amount which will mature on August 15, 1991 (the "12% Trust Certificates"), \$16,000,000 aggregate principal amount which will mature on

August 15, 1993 (the "12 1/4% Trust Certificates") and \$25,000,000 aggregate principal amount which will mature on February 15, 1996 (the "12 3/4% Trust Certificates"). The Trust Certificates will be issued under the Agreement, under which certain railroad equipment leased to the Company (or cash or obligations defined in the Agreement as "Investment Securities" in lieu thereof, as provided in the Agreement) is held by, and Leases and Lease Proceeds (each as defined in the Agreement) thereon are assigned to, the Trustee in trust for the equal and ratable benefit of the registered holders of the Trust Certificates issued thereunder. Reference is made to the Agreement (a copy of which is on file with the Trustee at its office) for a more complete statement of the terms and provisions thereof, to all of which the registered holder hereof, by accepting this Certificate, assents.

As sinking funds for the Trust Certificates, the Agreement provides for rental payments to be made by the Company to the Trustee in amounts (i) sufficient to redeem \$4,400,000 aggregate principal amount of 12% Trust Certificates on each February 15 and August 15 commencing August 15, 1989 and continuing to and including February 15, 1991; (ii) sufficient to redeem \$4,000,000 aggregate principal amount of 12 1/4% Trust Certificates on each February 15 and August 15 commencing February 15, 1992 and continuing to and including February 15, 1993 and (iii) sufficient to redeem \$5,000,000 aggregate principal amount of 12 3/4% Trust Certificates on each February 15 and August 15 commencing February 15, 1994 and continuing to and including August 15, 1995. As more fully provided in the Agreement, the Trust Certificates are subject to redemption in part through the application of such rental on not less than 30 days prior notice given as provided in the Agreement, at 100% of the principal amount thereof, together with accrued and unpaid interest to the date fixed for redemption.

The Agreement further provides that the Company may, at its option, credit against such rental Trust Certificates acquired otherwise than through the operation of the sinking fund, such credit to be in an amount equal to 100% of the aggregate principal amount of such Trust Certificates and to be applied only toward the redemption of Trust Certificates which do not constitute Registrable Securities (as defined in the Agreement).

As more fully provided in the Agreement, the 12 1/4% Trust Certificates are subject to redemption in whole or in part, at the option of the Company, for an amount equal to 103.50% of their principal amount during the 12 month period

beginning February 15, 1991, for an amount equal to 101.75% of their principal amount during the 12 month period beginning February 15, 1992 and for an amount equal to 100% of their principal amount on and after February 15, 1993. The 12 3/4% Trust Certificates are subject to redemption in whole or in part, at the option of the Company, for an amount equal to 103.64% of their principal amount during the twelve month period beginning February 15, 1991, for an amount equal to 101.82% of their principal amount during the twelve month period beginning February 15, 1992 and for an amount equal to 100% of their principal amount on and after February 15, 1993. In addition, the Company may, at its option, redeem Trust Certificates at 100% of their principal amount following certain casualty occurrences involving Trust Equipment (as defined in the Agreement). The principal amount of Trust Certificates subject to redemption following casualty occurrences is determined by reference to the Value of the Trust Equipment subject to such occurrences as more particularly described in the Agreement.

The Trust Certificates are issuable as fully registered Trust Certificates in denominations of \$1,000 and any multiple of \$1,000. The several denominations of Trust Certificates are interchangeable upon presentation thereof for that purpose at said office of the Trustee, but only in the manner, subject to the limitations and upon payment of the charges provided in the Agreement.

The transfer of this Certificate may be registered by the registered holder hereof in person or by duly authorized attorney on the books of the Trustee upon surrender to the Trustee at its said office of this Certificate accompanied by a written instrument of transfer, duly executed by the registered holder in person or by such attorney, in form satisfactory to the Trustee and upon satisfaction of certain other conditions, and thereupon a new Trust Certificate or Certificates in authorized denominations for the same aggregate principal amount will be issued to the transferee in exchange herefor. Prior to due presentment for registration of transfer, the Trustee and the Company shall deem and treat the person in whose name this Certificate is registered as the absolute owner hereof for the purpose of receiving payment of principal and interest and for all other purposes and shall not be affected by any notice to the contrary.

In case of the happening of an Event of Default (as defined in the Agreement) the principal amount represented by this Certificate may become or be declared due and payable in the manner and with the effect provided in the Agreement.

This Certificate shall not be deemed in any way a promise to pay of the Trustee, except out of rentals and other monies received by the Trustee and applicable to such payment under the provisions of the Agreement.

This Certificate is entitled to the benefits of the guaranty which is endorsed hereon.

Neither this Certificate nor the guaranty endorsed hereon shall be valid or enforceable for any purpose until this Certificate shall have been manually signed by a Vice President and attested by an Authorized Officer of the Trustee.

IN WITNESS WHEREOF, the Trustee has caused this Certificate to be signed by the manual signature of one of its Vice Presidents, to be attested by the signature (which may be manual or facsimile) of one of its Responsible Officers and its corporate seal, or a facsimile thereof, imprinted hereon.

Dated:

MBank Dallas, N.A.
Trustee

By _____
Vice President

Seal

Attest:

Responsible Officer

[FORM OF GUARANTY FOR TRUST CERTIFICATES]

ACF Industries, Incorporated, for a valuable consideration, hereby unconditionally guarantees to the registered holder of the within Certificate the prompt payment of the principal of said Certificate, and of the interest thereon specified in said Certificate, with interest on any overdue principal and interest, to the extent legally enforceable, at the rate specified in said Certificate, all in accordance with the terms of said Certificate and the Equipment Trust Agreement referred to therein.

ACF INDUSTRIES, INCORPORATED

By _____

WHEREAS, it is desired to secure to the holders of the Trust Certificates the payment of the principal thereof at maturity, whether by declaration or otherwise, as hereinafter more particularly provided, with interest to said date of maturity payable semiannually on February 15 and August 15 in each year, as hereinafter provided, and to evidence the rights of the holders of the Trust Certificates in substantially the form hereinbefore set forth;

NOW, THEREFORE, in consideration of the mutual covenants and promises herein contained, the parties hereto hereby agree as follows:

ARTICLE ONE

DEFINITIONS

SECTION 1.01. Definitions. The following terms (except as otherwise expressly provided or unless the context otherwise requires) for all purposes of this Agreement shall have the respective meanings hereinafter specified; all other terms used in this Agreement which are defined in the Trust Indenture Act of 1939 or which are by reference therein defined in the Securities Act of 1933 (except as herein otherwise expressly provided or unless the context otherwise requires) shall have the meanings assigned to such terms in said Trust Indenture Act and in said Securities Act as in force at the date of this Agreement:

Affiliate of any corporation shall mean any person which, directly or indirectly, controls or is controlled by, or is under direct or indirect common control with, such corporation. For the purposes of this definition, control (including controlled by and under common control with), as used with respect to any corporation, shall mean the possession, directly or indirectly, of the power to direct or cause the direction of the management and policies of such corporation, whether through the ownership of voting securities or by contract or otherwise.

Business Day shall mean each day which is neither a Saturday, Sunday nor other day on which banking institutions in the City and State of New York or Dallas, Texas are legally authorized or required to close.

Casualty Occurrence shall have the meaning set forth in Section 5.08.

Casualty Redemption Date shall mean the date selected for redemption of Trust Certificates pursuant to Section 3.03.

Commission shall mean the United States Securities and Exchange Commission.

Company shall mean ACF Industries, Incorporated and any successor or successors to it complying with the provisions of Section 5.09.

Corporate Trust Office shall mean the office of the Trustee in the City of Dallas and State of Texas, which office, at the date hereof, is located at 108 South Akard Street, 16th Floor, Magnolia Building, Dallas, Texas 75201.

Cost, when used with respect to Equipment not built by the Company or any Affiliate of the Company, shall mean the actual cost to the Company thereof and, with respect to Equipment built by the Company or any such Affiliate, shall mean "car builder's cost", including direct cost of labor and material and overhead, but excluding the overhead of the Company's corporate headquarters and any manufacturing profit.

Default shall mean

- (1) any Event of Default; and
- (2) the occurrence and continuance of an event which, with the giving of notice or the passage of time or both, could constitute an Event of Default.

The Company shall "be in Default" if a Default shall have occurred and be continuing.

Deposited Cash shall mean the aggregate of (a) cash on deposit with the Trustee as provided in the first paragraph of Section 2.01 and, when required or indicated by the context, any Investment Securities purchased by the use of such cash pursuant to the provisions of Section 9.05, and (b) any sums restored to Deposited Cash from rentals pursuant to Section 5.04(A)(2) and on deposit with the Trustee.

Engineer's Certificate shall mean a certificate signed by a person appointed by the Company who shall be an engineer, appraiser or other expert, as the case may require. Such engineer, appraiser or other expert may be an officer or employee of the Company except where this Agreement specifically requires the signature of an Independent Engineer.

Equipment shall mean standard-gauge railroad equipment (other than passenger, cabooses or work equipment or box cars), first put into use on or after December 1, 1984, which equipment shall have an estimated useful life extending beyond February 15, 1996 and shall be free from all liens and encumbrances other than the rights of the Company hereunder (except as permitted herein or contemplated hereby).

Event of Default shall mean any event specified in Section 6.01 to be an Event of Default.

The word holder, when used with respect to Trust Certificates, shall mean the registered holder of such Trust Certificates and shall include the plural as well as the singular number.

Independent Engineer shall mean an engineer, appraiser or other expert appointed by the Company and approved by the Trustee in the exercise of reasonable care, who (a) is in fact independent, (b) does not have any substantial interest, direct or indirect, in the Company or in any other obligor on the Trust Certificates or in any Affiliate of the Company or any such other obligor and (c) is not connected with the Company or any other obligor on the Trust Certificates or any Affiliate of the Company or any such other obligor as an officer, employee, promoter, underwriter, trustee, partner, director or person performing similar functions.

Interest Payment Date shall mean each February 15 and August 15, commencing August 15, 1986.

Investment Securities shall mean bonds, notes or other direct obligations of the United States of America or obligations for which the faith of the United States is pledged to provide for the payment of the interest and principal.

Lease Proceeds means all rents, moneys and proceeds payable to or receivable by the Company with respect to any Lease or other agreement existing as of the date hereof or entered into in the future with respect to, but only to the extent that such rents, moneys, and proceeds derive from, any of the Trust Equipment.

Leases mean all present and future leases of any one or more unit of the Trust Equipment and all other contracts for use of any one or more units of the Trust Equipment, including, without limitation, all extensions, renewals, supplements and modifications of any of the foregoing. If any of the Leases shall include both Trust Equipment subject to this Agreement and Equipment not subject hereto, then said Leases shall be subject to this Agreement to the extent they cover Trust Equipment subject to this Agreement; and for purposes of this Agreement, the term Lease shall mean a lease only in so far as such lease applies to Trust Equipment subject to this Agreement.

Officers' Certificate shall mean a certificate signed (i) by the Chairman of the Board, the Vice Chairman of the Board, the President, any Vice President or the Treasurer and (ii) by any other such officer or any Assistant Treasurer or the Secretary or any Assistant Secretary of the Company. Each such certificate shall include the statements provided for in Section 14.03 if and to the extent required by the provisions thereof.

Opinion of Counsel shall mean an opinion in writing signed by legal counsel who shall be reasonably satisfactory to the Trustee and who may be an employee of or of counsel to the Company. Each such opinion shall include the statements provided for in Section 14.03 if and to the extent required by the provisions thereof. The acceptance by the Trustee of, and its action on, an Opinion of Counsel shall be sufficient evidence that such counsel is satisfactory to the Trustee.

Optional Redemption Date shall mean the date selected for redemption of Trust Certificates pursuant to Section 3.02.

Overdue Interest Rate shall mean the rate of interest on any overdue principal or interest, as specified in the forms of Trust Certificates hereinbefore set forth.

Registrable Securities shall have the meaning set forth in the Registration Rights Agreement.

Registration Rights Agreement shall mean the Registration Rights Agreement dated as of February 27, 1986 between the Company and each purchaser of Trust Certificates referred to therein.

Request shall mean a written request for the action therein specified, delivered to the Trustee, dated not more than ten days prior to the date of delivery to the Trustee and signed on behalf of the Company by the Chairman of the Board, the Vice Chairman of the Board, the President, any Vice President or the Treasurer of the Company.

Responsible Officer shall mean the chairman of the board of directors, the vice chairman of the board of directors, the chairman of the executive committee, the vice chairman of the executive committee, the president or any vice president, any senior trust officer, any trust officer, any assistant trust officer, or any other officer or assistant officer of the Trustee assigned by the Trustee to administer its corporate trust matters.

Sinking Fund Redemption Date shall mean (i) with respect to the 12% Trust Certificates, each February 15 and August 15 commencing August 15, 1989 and continuing to and including February 15, 1991; (ii) with respect to the 12 1/4% Trust Certificates, each February 15 and August 15 commencing February 15, 1992 and continuing to and including February 15, 1993; and (iii) with respect to the 12 3/4% Trust Certificates, each February 15 and August 15 commencing February 15, 1994 and continuing to and including August 15, 1995.

Trust Certificates shall mean the ACF Industries Equipment Trust Certificates, Series Q, issued hereunder.

Trust Equipment shall mean all Equipment at the time subject to the terms of this Agreement.

Trust Indenture Act of 1939 shall mean the Trust Indenture Act of 1939 as in force ~~from time to time.~~
on the date hereof.

Trustee shall mean the bank or trust company hereinbefore named as the "trustee" and, subject to the provisions of Article Nine, any successor or successors as trustee hereunder.

12% Trust Certificates shall mean the Trust Certificates due August 15, 1991.

12 1/4% Trust Certificates shall mean the Trust Certificates due August 15, 1993.

12 3/4% Trust Certificates shall mean the Trust Certificates due February 15, 1996.

Value means an amount determined as follows:

(1) the Value of any unit of Equipment assigned or transferred to the Trustee as provided in Section 2.01, and as used in this Agreement in respect of Trust Equipment, shall be deemed to be the Cost thereof less 1/20 of such Cost for each full year elapsed between the date such unit was first put into use and the date as of which Value is to be determined, which amount shall approximate the fair market value thereof;

(2) the Value of any unit of replacement Equipment conveyed to the Trustee as provided in Section 5.06 shall be deemed to be the lesser of (a) the fair market value thereof or (b) the Cost of such unit less 1/20 of such Cost for each full year elapsed between the date such unit was first put into use and the date of the transfer thereof to the Trustee.

The words herein, hereof, hereby, hereto, hereunder and words of similar import refer to this Agreement as a whole and not to any particular Article, Section, paragraph or subdivision hereof.

ARTICLE TWO

TRUST CERTIFICATES AND ISSUANCE THEREOF

SECTION 2.01. Issuance of Trust Certificates. The net proceeds of the sale of any of the Trust Certificates shall, forthwith upon the issuance thereof, be deposited in cash with the Trustee.

Thereupon, without waiting for the recording or filing of this Agreement or of any other instrument respecting the Trust Equipment, the Trustee shall issue and deliver, as the Company shall direct by a Request, Trust Certificates substantially in the form set forth above and in the aggregate principal amount not to exceed \$63,000,000, except for Trust Certificates authenticated and delivered in lieu of other Trust Certificates pursuant to Sections 2.05, 2.06, 2.07 and 3.04. The Trust Certificates may be issued either as 12% Trust Certificates, 12 1/4% Trust Certificates or 12 3/4% Trust Certificates or any combination thereof as specified by the Company in such Request, except that the total aggregate principal amount of 12% Trust Certificates shall not exceed \$22,000,000, the total aggregate principal amount of 12 1/4% Trust Certificates shall not exceed \$16,000,000 and the total aggregate principal amount of 12 3/4% Trust Certificates shall not exceed \$25,000,000, except, in each case, for Trust Certificates authenticated and delivered in lieu of other Trust Certificates pursuant to Sections 2.05, 2.06, 2.07 and 3.04.

SECTION 2.02. Interests Represented by Trust Certificates; Interest; Maturity; Denominations. Each of the Trust Certificates shall represent an interest in the amount therein specified in the trust created hereunder and shall bear interest on said principal amount from the date thereof until maturity, unless previously redeemed pursuant to Article Three, at the rate per annum set forth in such Trust Certificate and payable semi-annually on each Interest Payment Date.

The definitive Trust Certificates shall be in denominations of \$1,000 and any multiple thereof.

The principal of and interest on the Trust Certificates shall be payable at the Corporate Trust Office in such coin or currency of the United States of America as, at the time of payment, shall be legal tender for the payment of public and private debts, in such manner as the Company shall direct the Trustee in writing.

SECTION 2.03. Form of Trust Certificates and Guaranty. The Trust Certificates and the guaranty to be endorsed on the Trust Certificates by the Company as hereinafter in Section 7.01 provided shall be in substantially the form hereinbefore set forth.

SECTION 2.04. Execution by Trustee. The Trust Certificates shall be signed in the name and on behalf of the Trustee by the manual signature of one of its Vice Presidents, and its corporate seal, or a facsimile thereof, shall be imprinted thereon and attested by the signature (which may be manual or facsimile) of one of its Responsible Officers. No Trust Certificate and no guaranty thereof shall be valid or enforceable for any purpose until such Trust Certificate shall have been manually signed by a Responsible Officer of the Trustee. In case any officer of the Trustee whose signature shall appear on any of the Trust Certificates shall cease to be such officer of the Trustee before the Trust Certificates shall have been issued or delivered by the Trustee or shall not have been acting in such capacity on the date of the Trust Certificates, such Trust Certificates may be adopted by the Trustee and be issued and delivered as though such person had not ceased to be or had then been such officer of the Trustee.

SECTION 2.05. Temporary Trust Certificates. Temporary printed Trust Certificates in such form and denominations as the Company may determine with the approval of the Trustee may be issued by the Trustee, and shall be exchangeable, without charge to the holder thereof, upon surrender thereof to the Trustee, for definitive Trust Certificates of the same form, tenor, interest rate and maturity when the same shall have been prepared. Until such exchange said temporary Trust Certificates shall be entitled to the same benefit of this Agreement in all respects as said definitive Trust Certificates.

SECTION 2.06. Characteristics of Trust Certificates.

(a) The Trust Certificates shall be registered, as to both principal and interest, in the name of the holder; subject to the provisions of this Section 2.06 shall be registrable as to transfer upon presentation and surrender thereof at the Corporate Trust Office, accompanied by appropriate instruments of assignment and transfer, duly executed by the registered holder of the surrendered Trust Certificate or Certificates or by duly authorized attorney, in form satisfactory to the Trustee; and shall be dated as of the date of this Agreement or, if issued after the day next preceding the first Interest Payment Date, as of the Interest Payment Date next preceding the date of issue, unless issued on an Interest

Payment Date, in which event they shall be dated as of the date of issue, or unless issued upon registration of transfer of or in exchange for another Trust Certificate or Certificates bearing unpaid interest from an earlier date, in which case they shall be dated as of such earlier date, and in any case shall entitle the registered holder to interest from the date thereof.

(b) The several denominations of Trust Certificates of the same form, tenor, interest rate and maturity shall be interchangeable in authorized denominations at the Corporate Trust Office.

(c) Anything contained herein to the contrary notwithstanding, and prior to due presentment for registration of transfer, the parties hereto may deem and treat the registered holder of any Trust Certificate as the absolute owner of such Trust Certificate for all purposes and shall not be affected by any notice to the contrary.

(d) The Trustee shall cause to be kept at the Corporate Trust Office books for the registration, registration of transfer and exchange of the Trust Certificates and, subject to the provisions of subsection (h) hereof, upon presentation of Trust Certificates for such purpose, the Trustee shall register any transfer as herein provided and under such reasonable regulations as it may prescribe.

(e) For any registration of transfer or exchange the Trustee shall require the payment by or on behalf of the registered holder of a sum sufficient to reimburse it for any governmental charge connected therewith.

(f) Each Trust Certificate delivered, pursuant to any provision of this Agreement, in exchange or substitution for, or upon the registration of transfer of, the whole or any part, as the case may be, of one or more other Trust Certificates shall carry all the rights to interest accrued and unpaid, and to accrue, which were carried by the whole or such part, as the case may be, of such one or more other Trust Certificates, and, notwithstanding anything contained in this Agreement, such Trust Certificate shall be so dated that neither gain nor loss in interest shall result from such exchange, substitution or registration of transfer.

(g) The Trustee shall not, except as may otherwise be agreed by the Company, (1) issue, register the transfer of or exchange Trust Certificates for a period of fifteen days next preceding any Interest Payment Date or the completion of

any selection of Trust Certificates to be redeemed, or
(2) register the transfer of or exchange any Trust Certificates selected for redemption, except as provided in Section 3.02.

(h) The Trustee shall not be required to register any transfer of Trust Certificates unless the Trustee has received approval of the Company or the Trustee is satisfied that such transfer is exempt from the registration requirements of the Securities Act of 1933, as amended (the "1933 Act"); it being understood that no such transfer shall be registered in contravention of any stop transfer instructions of the Company with respect thereto. Notwithstanding the foregoing, if the Trustee shall receive an Opinion of Counsel to the effect that a registration statement with respect to any of the Trust Certificates has been declared effective under the 1933 Act, then, so long as the Company shall not have informed the Trustee that the effectiveness of such registration statement has been suspended and so long as such Opinion of Counsel shall not have been withdrawn, the Trustee may register any transfer of Trust Certificates subject to such registration statement upon (i) confirmation to the Trustee by the transferor that the transferor has satisfied the prospectus delivery requirements under the 1933 Act in connection with such transfer (which confirmation may be conclusively relied on by the Trustee) and (ii) satisfaction of the other conditions to such transfer set forth in this Section 2.06.

(i) All Trust Certificates issued shall bear the following legend unless either (i) the Company shall have delivered to the Trustee an Opinion of Counsel which states that the Trust Certificate may be issued without such legend thereon or (ii) such Trust Certificates are transferred pursuant to an effective registration statement under the 1933 Act pursuant to Section 2.06(h) above: "These Securities have not been registered under the Securities Act of 1933 and may be reoffered and sold only if so registered or if an exemption from registration is available." The Trustee shall promptly notify the Company of the issuance by the Trustee of any Trust Certificates not bearing such legend which are issued upon transfer or exchange of any Trust Certificates bearing such legend. All Trust Certificates issued upon transfer or exchange of a Trust Certificate or Trust Certificates which do not have such legend thereon shall be issued without such legend.

SECTION 2.07. Replacement of Lost Trust Certificates. In case any Trust Certificate shall become mutilated or defaced or the holder of a Trust Certificate claims that the Trust Certificate has been lost, destroyed or wrongfully taken,

then on the terms herein set forth, and not otherwise, the Trustee shall execute and deliver a new Trust Certificate of like form, tenor, interest rate, maturity and date, and bearing such identifying number or designation as the Trustee may determine, in exchange and substitution for, and upon cancellation of, the mutilated or defaced Trust Certificate, or in lieu of and in substitution for the same if allegedly lost, destroyed or wrongfully taken. The Company shall execute its guaranty on any Trust Certificate so delivered. The applicant for a new Trust Certificate shall furnish to the Trustee and to the Company evidence to their satisfaction of the loss, destruction or wrongful taking of such Trust Certificate alleged to have been lost, destroyed or wrongfully taken and of the ownership and authenticity of such mutilated, defaced, lost, destroyed or wrongfully taken Trust Certificate, and also shall furnish such security or indemnity as may be required by the Trustee and by the Company in their discretion, and shall pay all expenses and charges of such substitution or exchange. All Trust Certificates are held and owned upon the express condition that the foregoing provisions are exclusive in respect of the replacement of mutilated, defaced, lost, destroyed or wrongfully taken Trust Certificates and shall preclude any and all other rights and remedies, any law or statute now existing or hereafter enacted to the contrary notwithstanding.

SECTION 2.08. Legal Holidays. In any case where the date upon which any Trust Certificate shall mature or the date of any Interest Payment Date, Sinking Fund Redemption Date, Optional Redemption Date or Casualty Redemption Date shall not be a Business Day, then (notwithstanding any other provisions of the Trust Certificates or this Agreement) payment of the principal of or interest on any Trust Certificates need not be made on such date, but shall be made on the next succeeding Business Day with the same force and effect as if made on the nominal date upon which any such Trust Certificate shall mature or the date of any such Interest Payment Date, Sinking Fund Redemption Date, Optional Redemption Date or Casualty Redemption Date and no interest shall accrue for the period from and after any such nominal date; except that interest to the nominal date on any Registrable Securities shall be paid on the next preceding Business Day or shall accrue for such period from and after any such nominal date to and including the next succeeding Business Day and shall be paid to the holders of Registrable Securities on such Business Day.

ARTICLE THREE

REDEMPTION OF TRUST CERTIFICATES

SECTION 3.01. Sinking Fund Redemption. The Trust Certificates are subject to sinking fund redemption in part through the application of the rental payable to the Trustee pursuant to Section 5.04(D), on the Sinking Fund Redemption Dates, at 100% of the principal amount thereof, together with accrued and unpaid interest to the date fixed for redemption.

SECTION 3.02. Optional Redemption. The Company may redeem on or after February 15, 1991 all or, from time to time, part of the 12 1/4% Trust Certificates and/or the 12 3/4% Trust Certificates at the following redemption prices (expressed as a percentage of the principal amount thereof) plus accrued interest to the redemption date:

If redeemed during the twelve month period beginning <u>February 15,</u>	<u>12 1/4% Trust Certificates Redemption Price</u>	<u>12 3/4% Trust Certificates Redemption Price</u>
1991	103.50%	103.64%
1992	101.75%	101.82%
1993 and thereafter. .	100.00%	100.00%

The 12% Trust Certificates shall not be subject to redemption pursuant to this Section 3.02. The Company shall notify the Trustee at least 60 days before the occurrence of an Optional Redemption Date of the aggregate principal amount of Trust Certificates to be redeemed on such Optional Redemption Date and shall deposit with the Trustee on or before such Optional Redemption Date an amount in cash sufficient to redeem all the Trust Certificates (or portions thereof) called for redemption.

SECTION 3.03. Casualty Redemption. Following any Casualty Occurrence or Occurrences, the Company shall be entitled (but shall not be required) to redeem, at 100% of the principal amount thereof, together with accrued interest to the date fixed for redemption, the aggregate principal amount of Trust Certificates which shall be equal to 85% of the Value of all the Trust Equipment having suffered such Casualty Occurrence or Occurrences. Any such redemption shall be made pro rata among the 12% Trust Certificates, 12 1/4% Trust Certificates and 12 3/4% Trust Certificates. The Company shall exercise its right to redeem Trust Certificates under this Section

3.03 by notifying the Trustee of the Value of the Trust Equipment in respect of which such redemption is to be effected and of the aggregate principal amount of Trust Certificates to be redeemed pursuant hereto and by depositing with the Trustee an amount in cash sufficient to redeem all the Trust Certificates (or portions thereof) called for redemption. The Casualty Redemption Date shall be the 60th day after the date of such notice. Upon payment of such Trust Certificates pursuant to Section 3.05, the Trustee shall pay to the Company an amount equal to any accrued interest on amounts deposited by the Company with the Trustee pursuant to this Section 3.03.

SECTION 3.04. Selection of Trust Certificates for Redemption; Notice of Redemption. On or before the 30th day next preceding each Sinking Fund Redemption Date, each Optional Redemption Date and each Casualty Redemption Date, the Trustee shall select for redemption a principal amount of Trust Certificates so as to exhaust the amount of rental to be paid by the Company to it in cash pursuant to Section 5.04(D) on the next succeeding Sinking Fund Redemption Date, or to exhaust the cash to be deposited with the Trustee pursuant to Section 3.02 or Section 3.03, as the case may be, provided, in each case, that Trust Certificates may be redeemed in part only in multiples of \$1,000.

If on any Sinking Fund Redemption Date, Optional Redemption Date or Casualty Redemption Date less than all of the Trust Certificates are to be redeemed, the Trustee shall allocate the total rental to be paid by the Company pursuant to Section 5.04(D) or the amount paid by the Company pursuant to Section 3.02 or Section 3.03, as the case may be, pro rata between Trust Certificates which are Registrable Securities and those which are not, based upon the outstanding principal amount of such Trust Certificates which are Registrable Securities and those which are not, and redeem such Trust Certificates in the following manner:

(a) the Trustee shall select for redemption Trust Certificates which are Registrable Securities pro rata up to the amount allocated to such Trust Certificates.

(b) the Trustee shall select for redemption Trust Certificates which are not Registrable Securities pro rata or by lot up to the amount allocated to such Trust Certificates, less the amount of credit received for delivery of Trust Certificates pursuant to Section 5.04.

The Trustee shall mail a notice of redemption at least 30 days prior to each Sinking Fund Redemption Date, each

Optional Redemption Date and each Casualty Redemption Date to the holders of the Trust Certificates so to be redeemed in whole or in part, at their last addresses as they shall appear upon the registration books, but failure to give or receive such notice, or any defect therein, shall not affect the validity of any proceedings for the redemption of Trust Certificates.

The notice of redemption shall specify the date for redemption and shall state that subject to compliance by the Company with the provisions of this Section 3.04 (i) payment of the principal amount of the Trust Certificates or portions thereof to be redeemed (together with all accrued and unpaid interest thereon) will be made at the Corporate Trust Office upon presentation and surrender of such Trust Certificates (other than as provided in Section 3.05), (ii) accrued interest to the date fixed for redemption will be paid as specified in said notice, and (iii) from and after said date interest thereon or on the portions thereof to be redeemed will cease to accrue. The notice of redemption shall also state the aggregate principal amount of Trust Certificates to be redeemed and the serial numbers thereof; and in case there shall have been selected as aforesaid less than the entire principal amount of any Trust Certificate, the notice shall specify the serial number of each such Trust Certificate and the principal amount thereof called for redemption, and shall state that on and after the redemption date, upon surrender of such Trust Certificate (except with respect to Registrable Securities, as provided in Section 3.05), the holder will receive the redemption price in respect of the principal amount thereof called for redemption and, without charge, a new Trust Certificate for the principal amount thereof remaining unredeemed. The serial numbers of any Trust Certificates to be redeemed, required to be included in any such notice, may be stated in any one or more of the following ways: individually; in groups from one number to another number, both inclusive; in groups from one number to another number, both inclusive, except such as shall previously have been called for redemption or otherwise retired; or in such manner as the Trustee shall deem appropriate.

SECTION 3.05. Payment of Trust Certificates Called for Redemption. Notice of redemption having been given as aforesaid, the Trust Certificates or portions thereof called for redemption shall become due and payable on the redemption date at the Corporate Trust Office. The Company before 10:00 A.M. local time of the Trustee on the redemption date specified in the notice of redemption having deposited with the Trustee an amount in cash sufficient to redeem all the Trust

Certificates or portions thereof called for redemption, from and after such redemption date interest on such Trust Certificates or portions thereof shall cease to accrue and such Trust Certificates or portions thereof shall no longer be deemed to be outstanding hereunder and shall cease to be entitled to the benefit of this Agreement except to receive payment from the moneys reserved therefor in the hands of the Trustee. The Trustee shall hold the redemption moneys in trust for the holders of the Trust Certificates or portions thereof called for redemption and shall pay the same to such holders respectively upon presentation and surrender of such Trust Certificates. Notwithstanding the foregoing, the holder of any Registrable Securities redeemed in part shall not be required to surrender such Trust Certificate to receive payment thereon, it being sufficient that such holder shall make notation of such payment on such Certificate and that the Trustee shall make the appropriate entry on its registration books.

All Trust Certificates redeemed and paid under this Article Three shall be cancelled by the Trustee, and no Trust Certificates shall be issued hereunder in place thereof, except as provided in Section 3.04 in respect of the unredeemed portions of Trust Certificates redeemed in part. At the Request of the Company, the Trustee shall deliver to the Company the cancelled Trust Certificates or shall destroy such Trust Certificates held by it and deliver a certificate of destruction signed by an authorized officer of the Trustee to the Company.

ARTICLE FOUR

ACQUISITION OF TRUST EQUIPMENT BY TRUSTEE: DEPOSITED CASH

SECTION 4.01. Acquisition of Trust Equipment by Trustee. The Company shall cause to be sold, assigned and transferred to the Trustee, as trustee for the holders of the Trust Certificates, such of the Equipment described in Schedule I hereto as shall have an aggregate Value of at least 100/85ths of the principal amount of Trust Certificates then issued and sold pursuant to Section 2.01. Such Equipment shall be delivered to the person or persons designated by the Trustee as its agent or agents to receive such delivery (who may be one or more of the officers or agents of the Company), and the certificate of any such agent or agents as to such delivery shall be conclusive evidence of such delivery.

SECTION 4.02. Payment of Deposited Cash. When any of the Trust Equipment shall have been delivered to the Trustee or its agent or agents pursuant to Section 4.01, the Trustee shall pay, upon Request, to the Company out of Deposited Cash then held by or on deposit with the Trustee an amount which shall be not more than 85% of the Value of such Trust Equipment, as specified in the Officers' Certificate furnished to the Trustee pursuant to Section 4.03(b).

SECTION 4.03. Supporting Papers. The Trustee shall not pay out any Deposited Cash against the delivery of any of the Trust Equipment unless and until it shall have received:

(a) a certificate of the agent or agents designated by the Trustee to receive delivery of the Trust Equipment, stating that the Trust Equipment described and specified therein by number or numbers has been delivered to such agent or agents (the date of such certificate to be conclusively presumed as the date of such delivery);

(b) an Officers' Certificate which shall state (i) that such Trust Equipment is Equipment as herein defined, (ii) that the Value of such Trust Equipment are amounts therein specified or are not less than an amount therein specified, (iii) the date each unit of such Trust Equipment was first put into use or that such unit was first put into use not earlier than a specified date, (iv) whether such Trust Equipment has, within six months prior to the date of its acquisition by the Company or an Affiliate of the Company, been used or operated, by a person or persons other than the Company or an Affiliate of the Company, in a business similar to that in which it has been or is to be used or operated by the Company or an Affiliate of the Company, (v) that, in the opinion of the signers, all conditions precedent provided for in this Agreement, relating to the payment in question, have been complied with and (vi) that there exists no Default;

(c) an Engineer's Certificate which shall state the Value, in the opinion of the signer, of such Trust Equipment as of the date of the above-mentioned Request and that such Trust Equipment has an expected useful life extending beyond the fixed date on which all Trust Certificates shall mature;

(d) a bill or bills of sale of such Trust Equipment from the manufacturing or owners thereof to the Trustee, which bill or bills of sale shall contain a warranty or guaranty to the Trustee that the title to the Trust

Equipment described therein is free from all liens, security interests and other encumbrances (except as permitted herein or contemplated hereby) other than the rights of the Company hereunder; and

(e) an Opinion of Counsel to the effect (i) that such bill or bills of sale are valid and effective, either alone or in connection with any other instrument referred to in and accompanying such opinion, to vest in the Trustee title to such Trust Equipment free from all liens and encumbrances (except as permitted herein or contemplated hereby) other than the rights of the Company hereunder and (ii) that in case of any Trust Equipment not specifically described herein, a proper supplement hereto in respect of such Trust Equipment has been duly executed and delivered by the Trustee and the Company and has been duly filed with the Interstate Commerce Commission pursuant to Section 11303 of the Interstate Commerce Act so as effectively to give the Trustee a valid and perfected first security interest in all of the Company's right, title and interest in such substituted Equipment.

If any portion of the Trust Equipment for which payment is being made has, within six months prior to the date of its acquisition by the Company or an Affiliate of the Company, been used or operated, by a person or persons other than the Company or an Affiliate of the Company, in a business similar to that in which it has been or is to be used or operated by the Company or an Affiliate of the Company and the Value of such Trust Equipment is not less than \$25,000 and not less than 1% of the aggregate principal amount of Trust Certificates at the time outstanding, the Engineer's Certificate referred to in subparagraph (c) above shall be signed by an Independent Engineer.

Any Officers' Certificate delivered pursuant to this Section 4.03 may state that the Value of the Trust Equipment therein referred to is tentatively determined, subject to final adjustment to be evidenced in a final Officer's Certificate which shall be delivered to the Trustee within 15 days of the delivery of the tentative Officers' Certificate delivered under subparagraph (b) above.

ARTICLE FIVE

LEASE OF TRUST EQUIPMENT TO THE COMPANY

SECTION 5.01. Lease of Trust Equipment. The Trustee does hereby let and lease to the Company, for the term commencing on the date of this Agreement and ending on February 15, 1996, all of the Trust Equipment.

SECTION 5.02. Equipment Automatically Subjected. As and when any Equipment shall from time to time be delivered hereunder to the Trustee or its agent or agents, the same shall, ipso facto and without further instrument of lease or transfer, pass under and become subject to all the terms and provisions hereof.

SECTION 5.03. Substituted Equipment Subject Hereto. In the event that the Company shall, as provided in Section 4.01, 4.03, or 5.06, cause to be transferred to the Trustee other Equipment in addition to or in substitution for any of the Trust Equipment herein specifically described or subjected hereto, such other Equipment shall be included as part of the Trust Equipment by supplement hereto and shall be subject to all the terms and conditions hereof in all respects as though it had been part of the Trust Equipment herein specifically described.

SECTION 5.04. Rental Payments. The Company hereby accepts the lease of all the Trust Equipment, and covenants and agrees to accept delivery and possession hereunder of the Trust Equipment; and the Company covenants and agrees to pay to the Trustee at the Corporate Trust Office (or, in the case of taxes, to the proper taxing authority), in such coin or currency of the United States of America as, at the time of payment, shall be legal tender for the payment of public and private debts, rent hereunder which shall be sufficient to pay and discharge the following items, when and as the same shall become due and payable (whether or not any of such items shall become due and payable prior to the delivery and lease to the Company of any of the Trust Equipment):

(A) from time to time upon demand of the Trustee (1) the necessary and reasonable expenses of the trust hereby created, including compensation and expenses provided for in Section 9.14 and (2) an amount equal to any expenses incurred or loss of principal (including interest accrued thereupon at time of purchase) in connection with any purchase, sale or

redemption of Investment Securities by the Trustee acting upon a Request of the Company;

(B) from time to time upon demand of the Trustee any and all taxes, assessments and governmental charges upon or on account of the income or property of the trust, or upon or on account of this Agreement, which the Trustee as such may be required to pay;

(C)(1) on or before each Interest Payment Date, the amounts of the interest payable on the Trust Certificates on such date and (2) interest at the Overdue Interest Rate from the due date, upon the amount of any installments of rental payable under this subparagraph (C) and the following subparagraphs (D), (E) and (F) which shall not be paid when due, to the extent legally enforceable;

(D) as a sinking fund for the Trust Certificates, on or before each Sinking Fund Redemption Date, (1) with respect to the 12% Trust Certificates, an amount in cash sufficient to redeem \$4,400,000 principal amount thereof, (2) with respect to the 12 1/4% of Trust Certificates, an amount in cash sufficient to redeem \$4,000,000 principal amount thereof and (3) with respect to the 12 3/4% Trust Certificates, an amount in cash sufficient to redeem \$5,000,000 principal amount thereof;

(E) the amounts sufficient to retire Trust Certificates called for redemption pursuant to Sections 3.02 and 3.03; and

(F) the principal of the Trust Certificates (other than those called for redemption pursuant to Sections 3.01, 3.02 and 3.03) upon the maturity thereof, whether by declaration or otherwise.

Notwithstanding the provisions of subparagraph (D) above, the Company, at its option, in lieu of making all of any rental payment provided for in said subparagraph (D) in cash, may credit, pursuant to a Request delivered on or before the 60th day next preceding the Sinking Fund Redemption Date on which such rental payment is due, against such rental payment allocable to Trust Certificates not constituting Registrable Securities, any Trust Certificates specified in such Request (not theretofore credited); provided, that only 12% Trust Certificates may be credited against rental payments due pursuant

to Section 5.04(D)(1), only 12 1/4% Trust Certificates may be credited against rental payments due pursuant to Section 5.04(D)(2), and only 12 3/4% Trust Certificates may be credited against rental payments due pursuant to Section 5.04(D)(3). The Company shall on or before the 45th day next preceding such Sinking Fund Redemption Date (or by such later day as may be agreeable to the Trustee), deliver to the Trustee for cancellation (if not theretofore delivered to the Trustee) all such Trust Certificates. The amount of the rental payment due and allocable to Trust Certificates not constituting Registrable Securities, on such Sinking Fund Redemption Date shall be reduced by an amount equal to 100% of the principal amount of such Trust Certificates in respect of which such credit is taken.

All payments of amounts payable to the Trustee pursuant to the above paragraphs (C), (D), (E) or (F) shall be made prior to 10:00 A.M. local time of the Trustee on the date when due; provided, however, that in any case where the date of any amounts payable to the Trustee pursuant to the above paragraphs (C), (D), (E) or (F) shall not be a Business Day, then (notwithstanding any other provision of this Agreement) such payments shall be made on the next succeeding Business Day with the same force and effect as if made on the nominal date for payment of such amounts and no interest shall accrue for the period from and after any such nominal date; except that amounts payable to the Trustee allocable to Registrable Securities shall be paid on the next preceding Business Day or shall include interest for the period from and after such nominal date to and including the next succeeding Business Day; and provided further, that any payment made on a date other than the nominal date for such payment pursuant to the terms of this paragraph shall be accompanied by a statement of an officer of the Company identifying the portion of such payment allocable to Registrable Securities. For all purposes of this Agreement, the Company's only liability for its failure in good faith to identify accurately the Registrable Securities shall be for any additional amounts payable to such holder pursuant to the terms of this Agreement.

Nothing herein or in the Trust Certificates contained shall be deemed to impose on the Trustee or on the Company any obligation to pay any tax, assessment or governmental charge required by any present or future law of the United States of America, or of any state, county, municipality or other taxing authority thereof, to be paid on behalf of, or withheld from the amount payable to, the holder of any Trust Certificate.

The Company shall not be required to pay any tax, assessment or governmental charge so long as it shall in good faith and by appropriate legal proceedings contest the validity thereof, provided that the rights or interests of the Trustee or of the holders of the Trust Certificates will not be materially endangered thereby and the Company shall have furnished the Trustee with an Opinion of Counsel to such effect.

SECTION 5.05. Termination of Lease and Trust. At the termination of the lease provided herein and after all payments due or to become due from the Company hereunder shall have been completed and fully made to the Trustee (1) such payments shall be applied and treated as purchase money and as the full purchase price of the Trust Equipment, (2) any moneys remaining in the hands of the Trustee after providing for payment in full of all outstanding Trust Certificates and after paying the expenses of the Trustee, including its reasonable compensation as provided in Section 9.14 hereof, shall be paid to the Company, (3) title to the units of Trust Equipment shall vest in the Company or, upon the Request of the Company, title to certain units of the Trust Equipment may vest in an Affiliate of the Company, and (4) the Trustee shall execute for record in public offices, at the expense of the Company, such instrument or instruments in writing as reasonably shall be requested by the Company in order to make clear upon public records the title of the Company or its Affiliates, as the case may be, to the Trust Equipment under the laws of any jurisdiction and the termination of the security interest in the Trust Equipment under the laws of any jurisdiction; provided, however, that until that time title to the Trust Equipment shall not pass to or vest in the Company or its Affiliates, as the case may be, but title to and ownership of all the Trust Equipment shall be and remain in the Trustee, notwithstanding the delivery of the Trust Equipment to and the possession and use thereof by the Company.

SECTION 5.06. Substitution and Replacement of Equipment. So long as no Event of Default shall have occurred and be continuing, upon Request, the Trustee shall, at any time and from time to time, execute and deliver a bill of sale assigning and transferring to the transferee named by the Company all the right, title and interest of the Trustee in and to any or all of the Trust Equipment; provided, however, that none of the Trust Equipment shall be so assigned or transferred (except as provided in Section 5.05 or 5.09) unless simultaneously (a) there shall be paid to the Trustee cash in an amount not less than the Value, as of the date of such Request, of the Trust Equipment to be assigned or transferred by the Trustee or (b) there shall be conveyed to the Trustee other

Equipment of a Value not less than the Value, as of the date of such Request, of the Trust Equipment to be assigned or transferred; and provided, further, that no assignment or transfer contemplated under this Section shall be made if the Value of Trust Equipment to be transferred by the Trustee, together with the Value of Trust Equipment theretofore transferred by the Trustee pursuant to this Section, shall exceed an aggregate of \$5,000,000 unless written consent to make such substitution is obtained from holders of more than 50% in aggregate principal amount of the Trust Certificates then outstanding. Any unit of replacement Equipment conveyed to the Trustee as provided in this Section 5.06 shall, from and after the date of such transfer, be deemed to be Trust Equipment for all purposes of this Agreement.

This Section shall not be deemed in any way to limit the Company's right to purchase replacement Equipment in the event of a Casualty Occurrence or Casualty Occurrences pursuant to Section 5.08 hereof.

At the time of delivery of any Request pursuant to the first paragraph of this Section 5.06, the Company shall, if other Equipment is to be conveyed to the Trustee in substitution for the Trust Equipment to be assigned or transferred by the Trustee, deliver to the Trustee the following papers:

(1) an Engineer's Certificate stating (i) the Value, as of the date of said Request, of the Trust Equipment so to be assigned or transferred by the Trustee, (ii) that such assignment or transfer will not impair the security under this Agreement in contravention of the provisions hereof and (iii) the Value of such substituted units of Equipment as of such date;

(2) an Officers' Certificate stating (i) the date each unit of Trust Equipment so to be assigned or transferred by the Trustee was first put into use or that such unit was first put into use not later than a specified date, (ii) the Value of each unit of the Equipment so to be substituted and the date it was first put into use or that such unit was first put into use not earlier than a specified date, (iii) that each such unit so to be substituted is Equipment as herein defined, (iv) that no Event of Default has occurred and is continuing and (v) that, in the opinions of the signers, all conditions precedent provided for in this Agreement, relating to such substitution, have been complied with;

(3) a certificate and a bill or bills of sale in respect of such substituted Equipment as provided for in subparagraphs (a) and (d) of the first paragraph of Section 4.03; and

(4) an Opinion of Counsel to the effect (i) that such bill or bills of sale are valid and effective, either alone or together with any other instruments referred to in and accompanying such opinion, to vest in the Trustee title to such substituted Equipment free from all liens and encumbrances (except as permitted herein or contemplated hereby) other than the rights of the Company hereunder and (ii) that a proper supplement hereto in respect of such substituted Equipment has been duly executed and delivered by the Trustee and the Company and has been filed with the Interstate Commerce Commission pursuant to the requirements of 49 U.S.C. § 11303 so as effectively to give the Trustee a valid and perfected first security interest in all of the Company's right, title and interest in such substituted Equipment.

If the Value of the Trust Equipment to be assigned or transferred by the Trustee, together with all other property so assigned or transferred since the commencement of the then current calendar year, as set forth in the certificate or certificates required by this Section 5.06, is 10% or more of the aggregate principal amount of Trust Certificates at the time outstanding, the Engineer's Certificate referred to in subparagraph (1) above shall be signed by an Independent Engineer unless the Value of the Trust Equipment to be assigned or transferred, as set forth in such certificate, is less than \$25,000 or less than 1% of the aggregate principal amount of Trust Certificates at the time outstanding. If any Equipment to be conveyed to the Trustee pursuant to this Section 5.06 has, within six months prior to the date of its acquisition by the Company or an Affiliate of the Company, been used or operated by a person or persons other than the Company or an Affiliate of the Company in a business similar to that in which it has been or is to be used or operated by the Company or an Affiliate of the Company and the Value of such Equipment is not less than \$25,000 and not less than 1% of the aggregate principal amount of Trust Certificates at the time outstanding, the Engineer's Certificate referred to in subparagraph (1) above shall be signed by an Independent Engineer.

At the time of delivery of any Request pursuant to the first paragraph of this Section 5.06, the Company shall, if cash is to be paid to the Trustee in respect of the Trust Equipment to be assigned or transferred by the Trustee, deliver to the Trustee papers corresponding to those set forth in the second paragraph of this Section 5.06 insofar as they relate to the action requested.

Cash deposited with the Trustee pursuant to this Section 5.06 or pursuant to Section 5.08 shall, from time to time,

be paid over by the Trustee to the Company upon Request, against conveyance to the Trustee of Equipment having a Value, as of the date of said Request, not less than the amount of cash so paid, and upon compliance by the Company with all of the provisions of the second paragraph of this Section 5.06 (including an Engineer's Certificate corresponding to that required by subparagraph (1) of said second paragraph with respect to said Equipment) insofar as they relate to the action requested.

SECTION 5.07. Marking of Trust Equipment. The Company agrees that if the Opinion of Counsel specified in Section 5.08 shall not be delivered to the Trustee as provided in said Section 5.08 or if, in the opinion of the Company, the marking of one or more units of Trust Equipment is required by law properly to protect the title of the Trustee to the Trust Equipment or the rights of the holders of Trust Certificates, the Company shall, as soon as practicable after determining that such marking is required or after the failure of the Company to deliver the aforementioned Opinion of Counsel, arrange for the marking of each such unit of Trust Equipment in the following manner. There shall be plainly, distinctly, permanently and conspicuously placed and fastened upon each side of each such unit a metal plate bearing the following words, or such words shall be otherwise plainly, distinctly, permanently and conspicuously marked on each side of such unit, in either case in letters not less than seven-sixteenths of one inch in height:

Title to this Car is Vested in a Trustee Under an
Equipment Trust Agreement Recorded with the Inter-
state Commerce Commission Under 49 U.S.C. § 11303.

Such plates or marks shall be such as to be readily visible and as to indicate plainly the Trustee's ownership of each unit of the Trust Equipment.

In case, prior to the termination of the lease provided for herein, any of such plates or marks shall at any time be removed, defaced, obliterated or destroyed, the Company shall forthwith cause the same to be restored or replaced. The Company shall not change, or permit to be changed, the numbers of any of the Trust Equipment at any time covered hereby (or any numbers which may have been substituted as herein provided) except in accordance with a statement of new numbers to be substituted therefor which previously shall have been filed with the Trustee by the Company and which shall be filed and recorded in like manner as this Agreement.

The Trust Equipment may be lettered, "ACF Industries, Incorporated," "ACFX," or in some other appropriate manner for convenience of identification of the leasehold interest of the Company therein, and may also be lettered, in case of a sub-lease of any Trust Equipment made pursuant to Section 5.09 hereof, in such manner as may be appropriate for convenience of identification of the subleasehold interest therein; but the Company, during the continuance of the lease provided for herein, shall not allow the name of any person to be placed on any of the Trust Equipment as a designation which might be interpreted as a claim of ownership thereof by the Company or by any person other than the Trustee.

SECTION 5.08. Maintenance of Trust Equipment. The Company agrees that it will maintain and keep all the Trust Equipment in good order and proper repair at its own cost and expense, unless and until it becomes worn out, unsuitable for use, lost or destroyed. Whenever any of the Trust Equipment shall become worn out, unsuitable for use, lost or destroyed (any such event being hereinafter sometimes called a Casualty Occurrence and the date the Company becomes aware of such Casualty Occurrence being hereinafter sometimes called a Casualty Date), the Company shall within 30 days of such Casualty Date deliver to the Trustee an Engineer's Certificate describing such Trust Equipment and stating the Value thereof as of the Casualty Date. When such Value of all the Trust Equipment having suffered a Casualty Occurrence (exclusive of Trust Equipment having suffered a Casualty Occurrence in respect of which a deposit shall previously have been made with the Trustee pursuant to this Section 5.08) shall amount to at least \$500,000 (or such lesser amount as the Company may elect), the Company shall, within 30 days of the most recent Casualty Date, either (i) deposit with the Trustee an amount in cash equal to such Value (which cash deposited with the Trustee pursuant to this Section 5.08 shall be held and applied as provided in the fifth paragraph of Section 5.06) or, at the Company's option, (ii) commence a casualty redemption as set forth in Section 3.03. The rights and remedies of the Trustee to enforce or to recover any of the rental payments shall not be affected by reason of such wearing out, unsuitableness for use, loss or destruction.

The Company covenants and agrees to furnish to the Trustee, whenever required by the Trustee, and at least once, on or before August 1 in every calendar year following the calendar year in which occurs the first delivery of any of the Trust Equipment to the Trustee or its agent or agents hereunder and during the continuance of the lease provided for herein, (a) an Officers' Certificate, dated as of the preceding April

30, stating (1) the amount, description and numbers of all Trust Equipment that may have become worn out, or that may have become unsuitable for use or lost or destroyed by accident or otherwise since the date of the last preceding statement (or the date of this Agreement in the case of the first statement), and (2) that in the case of all the Trust Equipment repainted or repaired since the date of the last preceding statement (or the date of this Agreement in the case of the first statement) the plates or marks required by Section 5.07, if any, have been preserved, or that such Trust Equipment when repainted or repaired has been again plated or marked as required thereby and (b) if such be the case, an Opinion of Counsel to the effect that the marking of one or more units of Trust Equipment as provided in Section 5.07 is not required by law to properly protect the title of the Trustee to the Trust Equipment or the rights of the holders of Trust Certificates. The Trustee, by its agents, shall have the right once in each calendar year, but shall be under no duty, to inspect the Trust Equipment at the then existing locations thereof.

SECTION 5.09. Possession of Trust Equipment. Except as provided in this Section 5.09, the Company will not assign or transfer its rights hereunder, or transfer or sublet the Trust Equipment or any part thereof, without the written consent of the Trustee first had and obtained; and the Company shall not, without such written consent except as herein provided, part with the possession of, or suffer or allow to pass out of its possession and control, any of the Trust Equipment. Notwithstanding the foregoing or any other provision of this Agreement, it is expressly understood that the Company may, without the consent of the Trustee or any holder of Trust Certificates, assign or transfer any or all of its rights hereunder to any Affiliate of the Company (so long as, if a corporation, it is organized under the laws of the United States or any state thereof, or if an individual, such Person is a citizen of the United States) provided that such assignment or transfer shall not relieve the Company of its obligations under this Agreement. In addition, an assignment or transfer to a corporation organized under the laws of the United States or any state thereof which shall acquire all or substantially all the property of the Company and which, by execution of an appropriate instrument satisfactory to the Trustee, shall assume and agree to perform each and all the obligations and covenants of the Company hereunder and under the guaranty endorsed on the Trust Certificates shall not be deemed a breach of this covenant.

So long as the Company shall not be in Default under this Agreement, the Company and any of its Affiliates shall be

entitled to the possession and use of the Trust Equipment in accordance with the terms hereof, and the Company or any of its Affiliates may also (a) furnish the Trust Equipment or any part thereof to railroad companies for use upon the lines of railroad owned or operated by them or over which they have trackage rights and upon connecting and other carriers in the usual interchange of traffic, or to other than railroad companies for use in their business, or (b) sublet or contract to others all or any part of the Trust Equipment, but only, in either case, upon the subject to all the terms and conditions of this Agreement, and to all rights of the Trustee hereunder.

Any such sublease or contract may provide that the sublessee or user of the Trust Equipment, so long as it shall not be in default under such sublease or contract, shall be entitled (subject to the rights of the Trustee upon the happening of an Event of Default as provided in the next sentence) to the possession of the Trust Equipment included in such sublease or contract and the use thereof, and, subject to the provisions of Section 5.07, may provide for lettering or marking upon such Equipment for convenience of identification of the leasehold interest of such sublessee therein. Every such sublease or contract for a term in excess of six months (including in such term any prior renewals or extensions of such term and the term of any renewal or extension which may be made at the option of either party) shall contain provisions which have the effect of subjecting the rights of the party under such sublease or contract to the rights of the Trustee in respect of such Trust Equipment in the event of the happening of an Event of Default.

At any time after 30 days following the written demand by the Trustee referred to in Section 6.01(c), the Trustee shall have the right to declare the lease provided for herein terminated in case of any unauthorized assignment or transfer of the Company's rights hereunder or in the case of any unauthorized transfer or sublease of any of the Trust Equipment, unless, within such 30 day period, such assignment, transfer or sublease shall be cancelled and possession shall be recovered or unless cash shall be deposited with the Trustee, in each case as provided in Section 6.01(c). The election of the Trustee to terminate the lease provided for pursuant to the immediately preceding sentence hereof shall have the same effect as the retaking of the Trust Equipment by the Trustee as hereinafter provided.

SECTION 5.10. Indemnity. The Company covenants and agrees to indemnify the Trustee against any and all claims arising out of or connected with the ownership or use of any of the Trust Equipment, and particularly against any and all

claims arising out of the use of any patented inventions in and about the Trust Equipment, and to comply in all material respects with the laws of the United States of America and of all the states and other jurisdictions in which the Trust Equipment, or any thereof, may be operated, and with all lawful acts, rules, regulations and orders of any commissions, boards and other legislative, executive, administrative or judicial bodies or officers having power to regulate or supervise any of the Trust Equipment, including without limitation all lawful acts, rules, regulations and orders of any body having competent jurisdiction relating to automatic coupler devices or attachments, air brakes or other appliances; provided, however, that the Company may in good faith contest the validity of any such law, act, rule, regulation or order, or the application thereof to the Trust Equipment or any part thereof, in any reasonable manner which will not in the judgment of the Trustee materially endanger the rights or interests of the Trustee or of the holders of the Trust Certificates. The Company shall not be relieved from any of its obligations hereunder by reason of the assertion or enforcement of any such claims or the commencement or prosecution of any litigation in respect thereof.

SECTION 5.11. Security Interest in Leases. As security for the payment and performance of the obligations of the Company hereunder, the Company hereby grants, pledges and assigns unto the Trustee all of its rights, title and interest in and to the Trust Equipment and all Leases and Lease Proceeds; provided, however, that until a Default shall occur, it is understood that the Company shall be entitled to collect and receive all the Lease Proceeds; provided further, however, that in no event shall the Company collect Lease Proceeds in respect of any Lease in advance for a period exceeding 60 days after such collection.

From and after the date of any Default (i) the Trustee shall have the right to demand that all Lease Proceeds be paid directly to it by all lessees and users of the Trust Equipment; (ii) the Company shall upon written request of the Trustee deliver to the Trustee the originals of all Leases; (iii) the Company shall upon written request of the Trustee deliver to the Trustee a schedule of all Leases, identifying the Trust Equipment subject to each Lease and the identity and address of each lessee and each user (to the extent known by the Company) of the Trust Equipment covered by such Lease; (iv) the Trustee may, if it so elects, enforce all or any number of the Leases against the lessees and users of the Trust Equipment to the same extent as the Company otherwise would be entitled to enforce such Leases; and (v) subject only to the first sentence of the second paragraph of Section 5.09 hereof,

the Trustee may, if it so elects, at any time and from time to time after an Event of Default (as defined in Section 6.01 of this Agreement), exercise its remedies under Section 6.02 hereof in respect of all or any portion of the Trust Equipment, including, without limitation, taking possession of such Trust Equipment to the exclusion of the lessees or other users thereof. All Lease Proceeds collected by the Trustee after the date of any Default shall be held by the Trustee and applied to the payment of the principal and interest on the Trust Certificates as such payments shall become due. The Trustee shall have no obligation to take any action under this paragraph unless requested so to do by holders of not less than a majority in principal amount of the outstanding Trust Certificates. In connection with any particular Default pursuant to which the Trustee has taken action hereunder, if such Default shall thereafter be cured prior to an Event of Default, the Trustee shall no longer have the rights granted under subparagraphs (i) through (v) above and shall return to the Company any Leases delivered under subparagraph (ii) above and any Lease Proceeds collected by the Trustee and not yet applied to the payment of principal and interest as provided in the second preceding sentence at the time of such cure; provided, however, that such cure shall have no effect on any of the rights of the Trustee hereunder in the event of any Default subsequent to such cure.

ARTICLE SIX

DEFAULTS

SECTION 6.01. Events of Default. The Company covenants and agrees that in case:

(a) the Company shall default in the payment of any part of the rental payable hereunder constituting interest for more than 30 days after the same shall have become due and payable; provided that any payment made after the due date shall include interest at the Overdue Interest Rate from and including the date on which such payment was due; or

(b) the Company shall default in the payment of any part of the rental payable hereunder (including upon redemption) constituting principal for more than 10 days after the same shall have become due and payable; provided that any payment made after the due date shall include interest at the Overdue Interest Rate from and including the date on which such payment was due; or

(c) the Company shall make or suffer any unauthorized assignment or transfer of its rights hereunder or shall make any unauthorized transfer or sublease (including, for the purposes of this clause (c), contracts for the use thereof) of any of the Trust Equipment, or, except as herein authorized, shall part with the possession of any of the Trust Equipment, and shall fail or refuse either to cause such assignment or transfer or sublease to be canceled by agreement of all parties having any interest therein and recover possession of such Trust Equipment within 30 days after the Trustee shall have demanded in writing such cancellation and recovery of possession, or within said 30 days to deposit with the Trustee a sum in cash equal to the Value (as of the date of acquisition by the Trustee) of the Trust Equipment so assigned or transferred or subleased or the possession of which shall have been parted with otherwise than as herein authorized, as certified to the Trustee pursuant to Section 4.03 or 5.06 (any sum so deposited to be returned to the Company upon the cancellation of such assignment, transfer or sublease and the recovery of possession by the Company of such Trust Equipment); or

(d) the Company shall, for more than 30 days after the Trustee shall have demanded in writing performance thereof, fail or refuse to comply with any other of the terms and covenants hereof on its part to be kept and performed, or to make provision satisfactory to the Trustee for such compliance; or

(e) (1) the Company shall fail to perform any term, condition or covenant of any bond, note, debenture, loan agreement, indenture, guaranty, trust agreement, mortgage or similar instrument to which the Company is a party or by which it is bound, or by which any of its respective properties or assets may be affected (a "Debt Instrument"), so that indebtedness in an aggregate amount of \$10,000,000 or more included therein or secured or covered thereby shall have been declared due and payable prior to the date on which such indebtedness would otherwise become due and payable; or (2) any event or condition referred to in any Debt Instrument shall occur or fail to occur, so that, as a result thereof, indebtedness in an aggregate amount of \$10,000,000 or more included therein or secured or covered thereby shall have been declared due and payable prior to the date on which such indebtedness would otherwise become due and payable and in either case described in subclause (e)(1) or (e)(2) such acceleration shall not have been waived or, in the event such

indebtedness shall have been declared due and payable, it shall not have been discharged within a period of 90 days;

(f) the lease provided for herein shall be terminated by operation of law or pursuant to the last paragraph of Section 5.09; or

(g) a decree or order shall have been entered by a court of competent jurisdiction for relief in respect of the Company under Title 11 of the United States Code (as now or hereafter constituted) (the "Bankruptcy Act") or under any other Federal or state law relating to bankruptcy or insolvency, or appointing a receiver or decreeing or ordering the winding up or liquidation of the affairs of the Company (and each such decree or other shall not have been discharged, stayed or otherwise rendered ineffective within 60 days after such entry), or the Company shall file a petition or an answer or consent seeking relief under the Bankruptcy Act or other applicable Federal or state law, or shall consent to the institution of proceedings thereunder or to the filing of any such petition or to the appointment of any such receiver.

then, in any such case (herein sometimes called an Event of Default), so long as such Event of Default shall be continuing, the Trustee, by notice in writing to the Company, or the holders of not less than 25% in principal amount of the then outstanding Trust Certificates, by notice in writing to the Company and the Trustee, may declare to be due and payable forthwith the entire amount of the rentals (not including rentals required for the payment of interest accruing after the date of such declaration or rentals payable pursuant to Sections 5.04(D) and (E) after the date of such declaration) payable by the Company as set forth in Section 5.04 and not theretofore paid. Thereupon the entire amount of such rentals shall forthwith become and be due and payable immediately without further demand, together with interest at the Overdue Interest Rate to the extent legally enforceable, on any portion thereof overdue.

In addition, in case one or more Events of Default shall happen, the Trustee, by notice in writing to the Company, or the holders of not less than 25% in principal amount of the then outstanding Trust Certificates, by notice in writing to the Company and the Trustee, may declare the principal of all the Trust Certificates then outstanding to be due and payable, and thereupon the same shall become and be immediately due and payable.

In case the Company shall fail to pay any installment of rental payable pursuant to Section 5.04(C), (D), (E) or (F) when and as the same shall have become due and payable hereunder, and such default shall have continued for a period of 30 days, the Trustee, in its own name and as trustee of an express trust, shall be entitled and empowered to institute any action or proceedings at law or in equity for the collection of the rentals so due and unpaid, and may prosecute any such action or proceedings to judgment or final decree, and may enforce any such judgment or final decree against the Company or other obligor upon the Trust Certificates and collect in the manner provided by law out of the property of the Company or other obligor upon the Trust Certificates wherever situated the moneys adjudged or decreed to be payable.

In case there shall be pending proceedings for the bankruptcy or for the reorganization of the Company or any other obligor upon the Trust Certificates under the Bankruptcy Act or any other applicable law, or in case a receiver or trustee shall have been appointed for the property of the Company or such other obligor, or in case of any other judicial proceedings relative to the Company or such other obligor, or to the creditors or property of the Company or such other obligor, the Trustee, irrespective of whether the rental payments hereunder or the principal of the Trust Certificates shall then be due and payable as herein or therein expressed whether by declaration or otherwise and irrespective of whether the Trustee shall have made any demand or declaration pursuant to the provisions of this Section, shall be entitled and empowered, by intervention in such proceedings or otherwise, to file and prove a claim or claims for the entire amount of the rentals (not including rentals required for the payment of interest accruing after the date of such declaration or rentals payable pursuant to Section 5.04(D) or (E) after the date of such claim or claims) and to file such other papers or documents as may be necessary or advisable in order to have the claims of the Trustee (including any claim for reasonable compensation to the Trustee, its agents, attorneys and counsel, and for reimbursement of all expenses and liabilities incurred, and all advances made, by the Trustee except as a result of its negligence or bad faith) and of the holders of the Trust Certificates allowed in such proceedings and to collect and receive any moneys or other property payable or deliverable on any such claims, and to distribute all amounts received with respect to the claims of the holders of the Trust Certificates and of the Trustee on their behalf; and any receiver, assignee or trustee in bankruptcy or reorganization is hereby authorized by each of the holders of the Trust Certificates to make payments to the Trustee, and, in the event that the Trustee shall

consent to the making of payments directly to the holders of the Trust Certificates, to pay to the Trustee such amount as shall be sufficient to cover reasonable compensation to the Trustee, its agents, attorneys and counsel, and all other expenses and liabilities incurred, and all advances made, by the Trustee except as a result of its negligence or bad faith.

All rights of action and to assert claims under this Agreement, or under any of the Trust Certificates, may be enforced by the Trustee without the possession of any of the Trust Certificates or the production thereof in any trial or other proceedings relative thereto, and any such action or proceedings instituted by the Trustee shall be brought in its own name and as trustee of an express trust, and any recovery of judgment shall be for the ratable benefit of the holders of the Trust Certificates. In any proceedings brought by the Trustee (and also any proceedings involving the interpretation of any provision of this Agreement to which the Trustee shall be a party) the Trustee shall be held to represent all the holders of the Trust Certificates, and it shall not be necessary to make any holders of the Trust Certificates parties in such proceedings.

SECTION 6.02. Remedies. In case of the happening of any Event of Default, so long as such Event of Default shall be continuing, the Trustee may by its agents enter upon the premises of the Company and of any Affiliate of the Company or of any sublessee (or other person having acquired the use of the Trust Equipment) where any of the Trust Equipment may be and take possession of all or any part of the Trust Equipment and withdraw the same from said premises, retaining all payments which up to that time may have been made on account of rental for the Trust Equipment and otherwise and shall be entitled to collect, receive and retain all unpaid per diem, mileage or other charges of any kind earned by the Trust Equipment or any part thereof, and may lease the Trust Equipment or any part thereof, or with or without retaking possession thereof (but only after declaring due and payable the entire amount of rentals payable by the Company as provided in Section 6.01) may sell the same or any part thereof, free from any and all claims of the Company at law or in equity, in one lot and as an entirety or in separate lots, insofar as may be necessary to perform and fulfill the trust hereunder, at public or private sale, for cash or upon credit, in its discretion, and may proceed otherwise to enforce its rights and the rights of the holders of interests hereunder in the manner herein provided. Upon any such sale, the Trustee itself may bid for the property offered for sale or any part thereof. Any such sale may be held or conducted at such place and at such time as the Trustee

may specify, or as may be required by law, and without gathering at the place of sale the Trust Equipment to be sold, and in general in such manner as the Trustee may determine, but so that the Company may and shall have a reasonable opportunity to bid at any such sale. Upon such taking possession or withdrawal or lease or sale of the Trust Equipment, the Company shall cease to have any rights or remedies in respect of the Trust Equipment hereunder, but all such rights and remedies shall be deemed thenceforth to have been waived and surrendered by the Company, and no payments theretofore made by the Company for the rent or use of the Trust Equipment or any of it shall, in case of the happening of any Event of Default and such taking possession, withdrawal, lease or sale by the Trustee, give to the Company any legal or equitable interest or title in or to the Trust Equipment or any of it or any cause or right of action at law or in equity in respect of the Trust Equipment against the Trustee or the holders of interests hereunder. No such taking possession, withdrawal, lease or sale of the Trust Equipment by the Trustee shall be a bar to the recovery by the Trustee from the Company of rentals then or thereafter due and payable, and the Company shall be and remain liable for the same until such sums shall have been realized as, with the proceeds of the lease or sale of the Trust Equipment, shall be sufficient for the discharge and payment in full of all the items mentioned in Section 5.04 (other than interest not then accrued or rentals payable pursuant to Section 5.04(D) or (E) due after the date of declaration referred to in Section 6.01), whether or not they shall have been matured.

SECTION 6.03. Application of Proceeds. If, in case of the happening of any Event of Default, the Trustee shall exercise any of the powers conferred upon it by Sections 6.01 and 6.02, all payments made by the Company to the Trustee hereunder after such Event of Default, and the proceeds of any judgment collected from the Company by the Trustee hereunder, and the proceeds of every sale or lease by the Trustee hereunder of any of the Trust Equipment, together with any other sums which may then be held by the Trustee under any of the provisions hereof (other than sums held in trust for the payment of specific Trust Certificates), shall be applied by the Trustee to the payment, in the following order of priority, (a) of all proper charges, expenses or advances made or incurred by the Trustee in accordance with the provisions of this Agreement, (b) of the interest then due, with interest on overdue interest at the Overdue Interest Rate to the extent legally enforceable, and (c) of the principal of all the outstanding Trust Certificates, with interest thereon at the Overdue Interest Rate to the extent legally enforceable from the last preceding Interest Payment Date, whether such Trust Certificates shall have then matured by their terms or not.

After all such payments shall have been made in full, the title to any of the Trust Equipment remaining unsold shall be conveyed by the Trustee to the Company or, at the Request of the Company, to one of its Affiliates, free from any further liabilities or obligations to the Trustee hereunder. If after applying all such sums of money realized by the Trustee as aforesaid there shall remain any amount due to the Trustee under the provisions hereof, the Company agrees to pay the amount of such deficit to the Trustee. If after applying as aforesaid the sums of money realized by the Trustee there shall remain a surplus in the possession of the Trustee, such surplus shall be paid to the Company.

SECTION 6.04. Waivers of Default. Prior to the declaration of the acceleration of the maturity of the rentals and of the maturity of all the Trust Certificates as provided in Section 6.01, the holders of a majority in aggregate principal amount of the Trust Certificates at the time outstanding may on behalf of the holders of all the Trust Certificates waive any past Event of Default and its consequences, except an Event of Default in the payment of any installment of rental payable pursuant to Section 5.04(C), (D), (E) or (F), but no such waiver shall extend to or affect any subsequent default or impair any right consequent thereon.

If at any time after the principal of all the Trust Certificates shall have been declared and become due and payable or if at any time after the entire amount of rentals shall have been declared and become due and payable, all as in Section 6.01 provided, but before February 15, 1996, all arrears of rent (with interest at the Overdue Interest Rate upon any overdue installments, to the extent legally enforceable), the expenses and reasonable compensation of the Trustee, together with all expenses of the trust occasioned by the Company's default, and all other sums which shall have become due and payable by the Company hereunder (other than the principal of Trust Certificates, and any other rental installments, which shall not at the time have matured according to their terms) shall be paid by the Company before any sale or lease by the Trustee of any of the Trust Equipment, and every other default in the observance or performance of any covenant or condition hereof shall be made good or secured to the satisfaction of the Trustee, or provision deemed by the Trustee to be adequate shall be made therefor, then, and in every such case, the Trustee, if so requested by the holders of a majority in principal amount of the Trust Certificates then outstanding, shall by written notice to the Company waive the default by reason of which there shall have been such declaration or declarations and the consequences of such default, but no such waiver shall

extend to or affect any subsequent default or impair any right consequent thereon.

SECTION 6.05. Company To Deliver Trust Equipment to Trustee. In case the Trustee shall rightfully demand possession of any of the Trust Equipment in pursuance of this Agreement, the Company will, at its own expense, forthwith and in the usual manner and at usual speed, cause such Trust Equipment to be drawn to such point or points as shall reasonably be designated by the Trustee and will there deliver or cause to be delivered the same to the Trustee; or, at the option of the Trustee, the Trustee may keep such Trust Equipment, at the expense of the Company, on any lines of railroad or premises approved by the Trustee until the Trustee shall have leased, sold or otherwise disposed of the same. The performance of the foregoing covenant is of the essence of this Agreement and upon application to any court having jurisdiction in the premises, the Trustee shall be entitled to a decree against the Company requiring the specific performance thereof.

SECTION 6.06. Trustee to Give Notice of Default, but May Withhold Under Certain Circumstances. The Trustee shall give to the holders of the Trust Certificates in the manner and to the extent provided in Section 8.04(c) with respect to reports pursuant to Section 8.04(a) notice of each Default hereunder known to the Trustee within 90 days after the occurrence thereof (30 days in the event of a Default under Section 6.01(f)), unless such Default shall have been remedied or waived before the giving of such notice; provided that, except in the case of Default in the payment of any part of the rental hereunder pursuant to Section 5.04(C), (D), (E) or (F), the Trustee shall be protected in withholding such notice if and so long as the board of directors, the executive committee, or a trust committee of directors and/or Responsible Officers in good faith determines that the withholding of such notice is in the interests of the holders of the Trust Certificates.

SECTION 6.07. Limitations on Suits by Holders of Trust Certificates. No holder of any Trust Certificate shall have any right by virtue or by availing of any provision of this Agreement to institute any action or proceedings at law or in equity or in bankruptcy or otherwise, upon or under or with respect to this Agreement or for the appointment of a receiver or trustee, or for any other remedy hereunder, unless such holder previously shall have given to the Trustee written notice of Default and of the continuance thereof, as hereinbefore provided, and unless also the holders of a majority in aggregate principal amount of the Trust Certificates then outstanding shall have made written request to the Trustee to

institute such action or proceedings in its own name and as Trustee hereunder and shall have offered to the Trustee such reasonable indemnity as it may require against the costs, expenses and liabilities to be incurred therein or thereby, and the Trustee for 60 days after its receipt of such notice, request and offer of indemnity shall have failed to institute any such action or proceedings and no direction inconsistent with such written request shall have been given to the Trustee pursuant to Section 6.09; it being understood and intended, and being expressly covenanted by the holder of every Trust Certificate with every other holder and the Trustee, that no one or more holders of Trust Certificates shall have any right in any manner whatever, by virtue or by availing of any provision of this Agreement, to affect, disturb, or prejudice the rights of any other holder of Trust Certificates, or to obtain or seek to obtain priority over or preference to any other such holder or to enforce any right under this Agreement, except in the manner herein provided and for the equal, ratable and common benefit of all holders of Trust Certificates. For the protection and enforcement of the provisions of this Section 6.06, each and every holder of a Trust Certificate and the Trustee shall be entitled to such relief as can be given either at law or in equity.

SECTION 6.08. Unconditional Right of Holders of Trust Certificates to Sue for Principal and Interest. Notwithstanding any other provision in this Agreement, the right of any holder of any Trust Certificate to receive payment of the principal of and interest on such Trust Certificate, on or after the respective due dates expressed in such Trust Certificate, or to institute suit for enforcement of any such payment on or after such respective dates, shall not be impaired or affected without the consent of such holder, except no such suit shall be instituted if and to the extent that the institution or prosecution thereof or the entry of judgment therein would, under applicable law, result in the surrender, impairment, waiver or loss of the title reserved under this Agreement upon any property subject hereto.

SECTION 6.09. Control by Holders of Trust Certificates. The holders of a majority in aggregate principal amount of the Trust Certificates at the time outstanding shall have the right to direct the time, method, and place of conducting any proceeding for any remedy available to the Trustee, or exercising any trust or power conferred on the Trustee; provided, however, that such direction shall not be otherwise than in accordance with law and the provisions of this Agreement, and the Trustee, subject to the provisions of Section 9.02, shall have the right to decline to follow any such direction if

the Trustee being advised by counsel shall determine that the proceeding so directed may not lawfully be taken, or if the Trustee in good faith shall, by a Responsible Officer or Officers of the Trustee, determine that the proceeding so directed would involve it in a personal liability, or if the Trustee in good faith shall determine that the action so directed would be unjustly prejudicial to the holders of the Trust Certificates not taking part in such direction; and provided, further, that nothing in this Agreement contained shall impair the right of the Trustee to take any action deemed proper by the Trustee and which is not inconsistent with such direction by the holders of the Trust Certificates.

SECTION 6.10. Right of Court to Require Filing of Undertaking to Pay Costs. All parties to this Agreement agree, and each holder of any Trust Certificate by his acceptance thereof shall be deemed to have agreed, that any court may in its discretion require, in any suit for the enforcement of any right or remedy under this Agreement, or in any suit against the Trustee for any action taken or omitted by it as Trustee, the filing by any party litigant in such suit of an undertaking to pay the costs of such suit, and that such court may in its discretion assess reasonable costs, including reasonable attorneys' fees, against any party litigant in such suit, having due regard to the merits and good faith of the claims or defenses made by such party litigant; but the provisions of this Section 6.10 shall not apply to any suit instituted by the Trustee, to any suit instituted by any holder of a Trust Certificate or group of holders of the Trust Certificates holding in the aggregate more than 10% in principal amount of the Trust Certificates outstanding, or to any suit instituted by any holder of a Trust Certificate for the enforcement of the payment of the principal of or interest on any Trust Certificate on or after the due date expressed in such Trust Certificate.

SECTION 6.11. Remedies Cumulative. The remedies in this Agreement provided in favor of the Trustee and the holders of the Trust Certificates, or any of them, shall not be deemed exclusive, but shall be cumulative, and shall be in addition to all other remedies in their favor existing at law or in equity.

SECTION 6.12. Obligations of the Company Not Affected by Remedies. No retaking of possession of the Trust Equipment by the Trustee, or any withdrawal, lease or sale thereof, nor any action or failure or omission to act against the Company or in respect of the Trust Equipment, on the part of the Trustee or on the part of the holder of any Trust Certificate, nor any delay or indulgence granted to the Company by the Trustee or by any such holder, shall affect the obligations

of the Company hereunder or the obligations of the Company under the guarantee endorsed on the Trust Certificates. The Company hereby waives presentation and demand in respect of any of the Trust Certificates and waives notice of presentation, of demand and of mandatory requirements of law at the time applicable thereto, to the extent such requirements may be waived on the part of the Company.

ARTICLE SEVEN

ADDITIONAL COVENANTS AND AGREEMENTS BY THE COMPANY

SECTION 7.01. Guaranty of Company. The Company covenants, agrees and guarantees that the holder of each of the Trust Certificates shall receive the principal amount thereof in such coin or currency of the United States of America as, at the time of payment, shall be legal tender for the payment of public and private debts, when and as the same shall become due and payable, in accordance with the provisions thereof or of this Agreement (and, if not so paid, with interest thereon until paid at the Overdue Interest Rate to the extent legally enforceable), and shall receive interest thereon in like money at the rate specified therein, at the times and place and otherwise as expressed in the Trust Certificates (and, if not so paid, with interest thereon until paid at the Overdue Interest Rate to the extent legally enforceable); and the Company further covenants and agrees to endorse upon each of the Trust Certificates, at or before the issuance and delivery thereof by the Trustee, its guaranty of the prompt payment of the principal thereof and of the interest thereon, in substantially the form hereinbefore set forth. Said guaranty so endorsed shall be signed in the name and on behalf of the Company by the manual or facsimile signature of its Chairman of the Board, Vice Chairman of the Board, President, and Vice President or its Treasurer. In case any officer of the Company whose signature shall appear on said guaranty shall cease to be such officer before the Trust Certificates shall have been issued and delivered by the Trustee, or shall not have been acting in such capacity on the date of the Trust Certificates, such guaranty shall nevertheless be as effective and binding upon the Company as though the person who signed said guaranty had not ceased to be or had then been such officer.

SECTION 7.02. Discharge of Liens. The Company covenants and agrees that it will pay and discharge, or cause to be paid and discharged, or make adequate provision for the

satisfaction or discharge of, any debt, tax, charge, assessment, obligation or claim which if unpaid might become a lien or charge upon or against any of the Trust Equipment, except upon the leasehold interest of the Company therein; but this provision shall not require the payment of any such debt, tax, charge, assessment, obligation or claim so long as the validity thereof shall be contested in good faith and by appropriate legal proceedings, provided that such contest will not materially endanger the rights or interests of the Trustee or of the holders of the Trust Certificates and the Company, upon request by the Trustee, shall have furnished the Trustee with an Opinion of Counsel to such effect.

If the Company does not forthwith pay and discharge, or cause to be paid and discharged, or make adequate provision for the satisfaction or discharge of any such debt, tax, assessment, obligation or claim as required by this Section 7.02, the Trustee may, but shall not be obligated to, not earlier than 15 days after notice to the Company, pay and discharge the same and any amounts so paid shall be secured by and under this Agreement until reimbursed by the Company.

SECTION 7.03. Recording; Payment of Expenses. The Company covenants and agrees to pay the expenses incident to the preparation and execution of the Trust Certificates to be issued hereunder, or connected with the preparation, execution, recording and filing hereof and of any instruments executed under the provisions hereof with respect to the Trust Equipment. The Company will, promptly after the execution and delivery of this Agreement (and prior to the delivery of any of the Trust Equipment hereunder pursuant to Section 4.01 hereof) and each supplement hereto, respectively, cause this Agreement and such supplement to be duly filed and recorded with the Interstate Commerce Commission in accordance with 49 U.S.C. § 11303. The Company will from time to time do and perform any other act and will execute, acknowledge, deliver, file, register and record any and all further instruments required by law or reasonably requested by the Trustee for the purposes of proper protection of the title of the Trustee and the rights of the holders of the Trust Certificates and fully carrying out and effectuating this Agreement and the intent hereof; provided, however, that the Company shall not be required to take any such action if (1) the Company deems such action unduly burdensome and (2) after giving effect to the failure to take such action, the Company has taken all action required by law so as to protect the title of the Trustee to units of Equipment having a Value of not less than 85% of the aggregate Value of all of the Trust Equipment.

Promptly after the execution and delivery of this Agreement and each supplement hereto, the Company will furnish to the Trustee an Opinion of Counsel stating that in the opinion of such counsel, this Agreement or such supplement, as the case may be, has been properly recorded and filed so as effectively to protect the title of the Trustee to the Trust Equipment and its rights and the rights of the holders of the Trust Certificates thereunder and hereunder and reciting the details of such action, or stating that in the opinion of such counsel no such action is necessary; and the Company shall furnish to the Trustee, not more than three months after the anniversary of each year, commencing with the year 1987, of the first recording or filing of this Agreement, an Opinion of Counsel stating either that, in the opinion of such counsel, (i) such action has been taken with respect to the recording, filing, rerecording and refiling of this Agreement and each supplement hereto as is necessary for the proper protection of the title of the Trustee to the Trust Equipment and the rights of the Trustee and holders of the Trust Certificates hereunder and thereunder and reciting the details of such action, or (ii) no such action is necessary for any of such purposes.

SECTION 7.04. Annual Compliance Certificate; Further Assurances. The Company will deliver to the Trustee, within 120 days after the end of each fiscal year of the Company, commencing with the fiscal year ending December 31, 1986, an Officers' Certificate stating that the Company has fulfilled all its obligations under this Agreement throughout such year and no Default exists, or, if there has been a failure to perform any such obligation or a Default exists, specifying each such failure or Default and the nature and status thereof. The Company covenants and agrees from time to time to do all such acts and execute all such instruments of further assurance as it shall be reasonably requested by the Trustee to do or execute for the purpose of fully carrying out and effectuating this Agreement and the intent hereof.

SECTION 7.05. Insurance. The Company will maintain with responsible insurance companies, such insurance on such of its properties, in such amounts and against such risks as is customarily maintained by similar businesses, and in any event, in an amount not less than the full fair insurable value of all of the assets and properties of the Company and its subsidiaries where insurance is customarily maintained.

SECTION 7.06. Notice of Default. The Company will deliver to the Trustee written notice of any Default or Event of Default under this Agreement by the Company, describing such Default and its status, promptly after the Company becomes aware thereof.

ARTICLE EIGHT

LISTS OF HOLDERS OF THE TRUST CERTIFICATES AND REPORTS BY THE COMPANY AND THE TRUSTEE

SECTION 8.01. Company to Furnish Trustee Information as to Names and Addresses of Holders of the Trust Certificates. The Company covenants and agrees that it will furnish or cause to be furnished to the Trustee between 45 to 60 days after each Interest Payment Date, and at such other times as the Trustee may request in writing, within 30 days after receipt by the Company of any such request, a list in such form as the Trustee may reasonably require containing all the information in the possession or control of the Company as to the names and addresses of the holders of Trust Certificates obtained since the date as of which the next previous list, if any, was furnished; provided, however, that so long as the Trustee is the registrar of the Trust Certificates pursuant to Section 2.06, no such list need be furnished. Any such list may be dated as of a date not more than 15 days prior to the time such information is furnished or caused to be furnished and need not include information received after such date.

SECTION 8.02. Preservation of Information; Communication to Holders of the Trust Certificates. (a) The Trustee shall preserve, in as current a form as is reasonably practicable, all information as to the names and addresses of the holders of Trust Certificates (1) contained in the most recent list furnished to it as provided in Section 8.01, (2) received by it in the capacity of paying agent or registrar (if so acting) hereunder and (3) filed with it within the two preceding years pursuant to the provisions of Section 8.04(c)(2).

The Trustee may upon written consent of the Company (1) destroy any list furnished to it as provided in Section 8.01 upon receipt of a new list so furnished, (2) destroy any information received by it as paying agent or registrar (if so acting) hereunder upon delivering to itself as Trustee, not earlier than 45 days after an Interest Payment Date on the Trust Certificates, a list containing the names and addresses of the holders of Trust Certificates obtained from such information since the delivery of the next previous list, if any, (3) destroy any list delivered to itself as Trustee which was compiled from information received by it as paying agent or registrar (if so acting) hereunder upon the receipt of a new list so delivered and (4) destroy any information filed with it pursuant to the provisions of Section 8.04(c)(2) but not until two years after such information has been filed with it.

(b) In case any holder of Trust Certificates (hereinafter referred to as "applicants") applies in writing to the Trustee, and furnishes to the Trustee reasonable proof that such applicant has owned a Trust Certificate for a period of at least six months preceding the date of such application, and such application states that the applicant desires to communicate with other holders of Trust Certificates with respect to their rights under this Agreement or under the Trust Certificates and is accompanied by a copy of the form of proxy or other communication which applicant proposes to transmit, then the Trustee shall, within five business days after the receipt of such application, at its election, either

(1) afford such applicant access to the information preserved at the time by the Trustee in accordance with the provisions of Section 8.02(a); or

(2) inform such applicant as to the approximate number of holders of Trust Certificates whose names and addresses appear in the information preserved at the time by the Trustee in accordance with the provisions of Section 8.02(a), and as to the approximate cost of mailing to such holders of the Trust Certificates the form of proxy or other communication, if any, specified in such application.

If the Trustee shall elect not to afford such applicant access to such information, the Trustee shall, upon the written request of such applicant, mail to each holder of a Trust Certificate whose name and address appear in the information preserved at the time by the Trustee in accordance with the provisions of Section 8.02(a), a copy of the form of proxy or other communication which is specified in such request, with reasonable promptness after a tender to the Trustee of the material to be mailed and of payment, or provision for the payment, of the reasonable expenses of mailing, unless within five days after such tender, the Trustee shall mail to such applicants, and file with the Commission together with a copy of the material to be mailed, a written statement to the effect that, in the opinion of the Trustee, such mailing would be contrary to the best interest of the holders of Trust Certificates or would be in violation of applicable law. Such written statement shall specify the basis of such opinion. If the Commission, after opportunity for a hearing upon the objections specified in the written statement so filed, shall enter an order refusing to sustain any of such objections or if, after the entry of an order sustaining one or more of such objections, the Commission shall find, after notice and opportunity for hearing, that all the objections so sustained have been met

and shall enter an order so declaring, the Trustee shall mail copies of such material to all such holders of the Trust Certificates with reasonable promptness after the entry of such order and the renewal of such tender; otherwise the Trustee shall be relieved of any obligation or duty to such applicants respecting their application.

(c) Each and every holder of the Trust Certificates, by receiving and holding the same, agrees with the Company and the Trustee that neither the Company nor the Trustee nor any paying agent shall be held accountable by reason of the disclosure of any such information as to the names and addresses of the holders of the Trust Certificates in accordance with the provisions of Section 8.02(b), regardless of the source from which such information was derived, and that the Trustee shall not be held accountable by reason of mailing any material pursuant to a request made under Section 8.02(b).

SECTION 8.03. Reports by the Company. The Company covenants:

(a) to file with the Trustee, within 15 days after the Company is required to file the same with the Commission, copies of the annual reports and of the information, documents, and other reports (or copies of such portions of any of the foregoing as the Commission may from time to time by rules and regulations prescribe) which the Company may be required to file with the Commission pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934; or, if the Company is not required to file information, documents, or reports pursuant to either of said Sections, then to file with the Trustee and the Commission, in accordance with rules and regulations prescribed from time to time by the Commission, such of the supplementary and periodic information, documents and reports which may be required pursuant to Section 13 of the Securities Exchange Act of 1934 in respect of a security listed and registered on a national securities exchange as may be prescribed from time to time in such rules and regulations;

(b) to file with the Trustee and the Commission, in accordance with the rules and regulations prescribed by the Commission, such additional information, documents and reports with respect to compliance by the Company with the conditions and covenants provided for in this Agreement as may be required by such rules and regulations; and

(c) to transmit to the holders of the Trust Certificates, within 30 days after the filing thereof with the Trustee, in the manner and to the extent provided in Section

8.04(c) with respect to reports pursuant to Section 8.04(a) and (b), the information, documents, and reports required to be filed by the Company pursuant to Section 8.03(a).

Consolidated balance sheets and statements filed pursuant to clause (a) above shall be prepared in reasonable detail, in accordance with generally accepted accounting principles and subject to any exceptions stated therein and the notes thereto and, in the case of annual balance sheets and statements, shall be accompanied by an opinion thereon of independent public accountants, of recognized national standing selected by the Company, which opinion shall be based upon an examination made in accordance with generally accepted auditing standards.

SECTION 8.04. Reports by the Trustee. (a) On or before August 1, 1986 and on or before August 1 in every year thereafter, so long as any Trust Certificates are outstanding hereunder, the Trustee shall transmit to the holders of the Trust Certificates, as hereinafter in this Section 8.04 provided, a brief report, dated as of the preceding May 1, with respect to:

(1) its eligibility under Section 9.08 and its qualifications under Section 9.07, or in lieu thereof, if to the best of its knowledge it has continued to be eligible and qualified under said Sections, a written statement to such effect;

(2) the character and amount of any advances (and if the Trustee elects so to state, the circumstances surrounding the making thereof) made by the Trustee (as such) which remain unpaid on the date of such report, and for the reimbursement of which it claims or may claim a lien or charge, prior to that of the Trust Certificates, on the trust estate or on any property or funds held or collected by it as Trustee, except that the Trustee shall not be required (but may elect) to report such advances if such advances so remaining unpaid aggregate not more than 1/2 of 1% of the principal amount of the Trust Certificates outstanding on the date of such report;

(3) the amount, interest rate, and maturity date of all other indebtedness owing by the Company (or by any other obligor on the Trust Certificates) to the Trustee in its individual capacity, on the date of such report, with a brief description of any property held as collateral security therefor, except an indebtedness based upon a creditor relationship arising in any manner described in Section 9.12(b)(2), (3), (4), or (6);

(4) the property and funds, if any, physically in the possession of the Trustee as such on the date of such report;

(5) any release, assignment or transfer, or release, assignment or transfer and substitution, of any Trust Equipment (and the consideration therefor, if any) which it has not previously reported; provided, however, that to the extent that the aggregate Value (as shown by the Engineer's Certificates furnished to the Trustee in respect thereof) of any or all of such released, assigned or transferred Trust Equipment does not exceed an amount equal to 1% of the principal amount of Trust Certificates then outstanding, the report need only indicate the number of such releases, assignments or transfers, the total value of Trust Equipment released, assigned or transferred as shown by said Engineer's Certificates, the aggregate amount of cash received and the aggregate Value of Trust Equipment received in substitution therefor as shown by said Engineer's Certificates;

(6) any additional issue of Trust Certificates which it has not previously reported; and

(7) any action taken by the Trustee in the performance of its duties under this Agreement which it has not previously reported and which in its opinion materially affects the Trust Certificates or the trust estate, except action in respect of a default, notice of which has been or is to be withheld by it in accordance with the provisions of Section 6.06.

(b) The Trustee shall transmit to the holders of the Trust Certificates, as provided in Section 8.04(c), a brief report with respect to (1) the release, assignment or transfer, or release, assignment or transfer and substitution, of any Trust Equipment (and the consideration therefor, if any) unless the Value of such Trust Equipment (as set forth in the Engineer's Certificate furnished to the Trustee in respect thereof) is less than 3% of the principal amount of Trust Certificates outstanding at the time of such release, assignment or transfer, or such release, assignment or transfer and substitution, such report to be transmitted within 90 days after such time, and (2) the character and amount of any advances (and if the Trustee elects so to state, the circumstances surrounding the making thereof) made by the Trustee (as such) since the date of the last report transmitted pursuant to the provisions of Section 8.04(a) (or if no such report has yet been so transmitted, since the date of execution of this Agreement), for the

reimbursement of which it claims or may claim a lien or charge, prior to that of the Trust Certificates, on the trust estate or on property or funds held or collected by it as Trustee, and which it has not previously reported pursuant to this Section 8.04(b), except that the Trustee shall not be required (but may elect) to report such advances if such advances remaining unpaid at any time aggregate 10% or less of the principal amount of Trust Certificates outstanding at such time, such report to be transmitted within 90 days after such time.

(c) Reports pursuant to this Section 8.04 shall be transmitted by mail:

(1) to all holders of Trust Certificates, as the names and addresses of such holders appear upon the registration books of the Trustee;

(2) to such holders of Trust Certificates as have, within the two years preceding such transmission, filed their names and addresses with the Trustee for that purpose; and

(3) except in the case of reports pursuant to Section 8.04(b), to each holder of a Trust Certificate whose name and address is preserved at the time by the Trustee, as provided in Section 8.02(a).

(d) A copy of each such report shall, at the time of such transmission to holders of the Trust Certificates, be filed by the Trustee with each stock exchange, if any, upon which the Trust Certificates are listed and also with the Commission. The Company agrees to notify the Trustee if, when and as the Trust Certificates become listed on any stock exchange.

ARTICLE NINE

THE TRUSTEE

SECTION 9.01. Acceptance of Trusts. The Trustee hereby accepts the trusts imposed upon it by this Agreement, and covenants and agrees to perform the same as herein expressed.

SECTION 9.02. Duties and Responsibilities of the Trustee; During Default; Prior to Default. In case an Event of Default has occurred (which has not been cured or waived), the Trustee shall exercise such of the rights and powers vested in

it by this Agreement, and use the same degree of care and skill in their exercise, as a prudent man would exercise or use under the circumstances in the conduct of his own affairs.

No provision of this Agreement shall be construed to relieve the Trustee from liability for its own negligent action, its own negligent failure to act, or its own wilful misconduct, except that:

(a) prior to the occurrence of an Event of Default and after the curing or waiving of all Events of Default which may have occurred:

(1) the duties and obligations of the Trustee shall be determined solely by the express provisions of this Agreement, and the Trustee shall not be liable except for the performance of such duties and obligations as are specifically set forth in this Agreement, and no implied covenants or obligations shall be read into this Agreement against the Trustee; and

(2) in the absence of bad faith on the part of the Trustee, the Trustee may conclusively rely, as to the truth of the statements and the correctness of the opinions expressed therein, upon any certificates or opinions furnished to the Trustee and conforming to the requirements of this Agreement; but in the case of any such certificates or opinions which by any provision hereof are specifically required to be furnished to the Trustee, the Trustee shall be under a duty to examine the same to determine whether or not they conform to the requirements of this Agreement;

(b) the Trustee shall not be liable for any error of judgment made in good faith by a Responsible Officer, unless it shall be proved that the Trustee was negligent in ascertaining the pertinent facts; and

(c) the Trustee shall not be liable with respect to any action taken or omitted to be taken by it in good faith in accordance with the direction of the holders of a majority in aggregate principal amount of the Trust Certificates at the time outstanding relating to the time, method and place of conducting any proceeding for any remedy available to the Trustee, or exercising any trust or power conferred upon the Trustee, under this Agreement.

None of the provisions contained in this Agreement shall require the Trustee to expend or risk its own funds or

otherwise incur personal financial liability in the performance of any its duties or in the exercise of any of its rights or powers, if there is reasonable ground for believing that the repayment of such funds or adequate indemnity against such risk or liability is not reasonably assured to it.

SECTION 9.03. Certain Rights of the Trustee. Except as otherwise provided in Section 9.02:

(a) the Trustee may rely and shall be protected in acting or refraining from acting upon any certificate, statement, instrument, opinion, report, notice, request, consent, order, trust certificate, guaranty or other paper or document believed by it to be genuine and to have been signed or presented by the proper party or parties; and any resolution of the board of directors of the Company evidenced to the Trustee by a copy thereof certified by the Secretary or any Assistant Secretary of the Company;

(b) the Trustee may consult with counsel, and any Opinion of Counsel shall be full and complete authorization and protection in respect of any action taken or omitted by it hereunder in good faith and in accordance with such Opinion of Counsel;

(c) the Trustee shall be under no obligation to exercise any of the rights or powers vested in it by this Agreement at the request, order or direction of any of the holders of the Trust Certificates, pursuant to the provisions of this Agreement, unless such holders shall have offered to the Trustee reasonable security or indemnity against the costs, expenses and liabilities which might be incurred therein or thereby; and

(d) the Trustee shall not be liable for any action taken or omitted by it in good faith and believed by it to be authorized or within the discretion or rights or powers conferred upon it by this Agreement.

SECTION 9.04. Application of Rentals; Responsibility of Trustee to Insure or Record. The Trustee covenants and agrees to apply the rentals received by it under Section 5.04 when and as the same shall be received, and to the extent that such rentals shall be sufficient therefor, for the purposes specified in said Section 5.04.

Except as otherwise provided in Section 9.02, the Trustee shall not be required to undertake any act or duty in the way of insuring, taking care of or taking possession of the

Trust Equipment or to undertake any other act or duty under this Agreement until fully indemnified by the Company or by one or more of the holders of the Trust Certificates against all liability and expenses; and, except as aforesaid, the Trustee shall not be responsible for the filing or recording or refiling or rerecording of this Agreement or of any supplement hereto or statement of new numbers.

SECTION 9.05. Funds May be Held by Trustee; Investments in Investment Securities. Any money at any time paid to or held by the Trustee hereunder until paid out by the Trustee as herein provided may be carried by the Trustee on deposit with itself, and, if and to the extent permitted by applicable law or regulations of governmental authorities having jurisdiction over the Trustee, and if agreed to by the Trustee in writing with the Company, the Trustee shall allow interest upon any such moneys held by it in trust at the rate agreed.

At any time, and from time to time, if at the time no Event of Default shall have occurred and be continuing, the Trustee, on Request, shall invest and reinvest Deposited Cash held by it or cash deposited with it pursuant to Section 5.06 or 5.08 (hereinafter in this Section 9.05 called Replacement Funds) in such Investment Securities, at current market prices, including any premium and accrued interest, as are set forth in such Request, such Investment Securities to be held by the Trustee in trust for the benefit of the holders of the Trust Certificates.

The Trustee shall, on Request, or the Trustee may, in the event funds are required for payment against delivery of Trust Equipment, sell such Investment Securities, or any portion thereof, and restore to Deposited Cash or Replacement Funds, as the case may be, the proceeds of any such sale up to the amount paid for such Investment Securities, including accrued interest.

The Trustee shall restore to Deposited Cash or Replacement Funds, as the case may be, rent received by it for that purpose under the provisions of Section 5.04(A)(2).

The Company, if not to the knowledge of the Trustee in default under the terms hereof, shall be entitled to receive any interest allowed as provided in the first paragraph of this Section 9.05, and any interest (in excess of accrued interest paid from Deposited Cash at the time of purchase) or other profit which may be realized from any sale or redemption of Investment Securities.

SECTION 9.06. Trustee Not Liable for Delivery Delays or Defects in Equipment or Title; May Perform Duties By Agents; Holding of Trust Certificates; Moneys Held In Trust. Except as otherwise provided in Section 9.02, the Trustee shall not be liable to anyone for any delay in the delivery of any of the Trust Equipment, or for any default on the part of the manufacturers or owners thereof or of the Company, or for any defect in any of the Trust Equipment or in the title thereto, nor shall anything herein be construed as a warranty on the part of the Trustee in respect thereof or as a representation on the part of the Trustee in respect of the value thereof or in respect of the title thereto, nor shall the Trustee be liable or responsible for the value or the validity of or any loss realized on any Investment Securities held by it.

Except as otherwise provided in Section 9.02, the Trustee may perform its powers and duties hereunder by or through such attorneys, agents and servants as it shall appoint, and shall be answerable for only its own acts, negligence and wilful defaults and not for the default or misconduct of any attorney, agent or servant appointed by it with reasonable care. The Trustee shall not be responsible in any way for the recitals herein contained or for the execution or validity of this Agreement or of the Trust Certificates (except for its own execution thereof), or for the guaranty by the Company.

The Trustee in its individual capacity may own, hold and dispose of Trust Certificates with the same rights which it would have if it were not Trustee.

Any moneys at any time held by the Trustee or any paying agent hereunder shall, until paid out or invested by the Trustee or any paying agent as herein provided, be held by it in trust as herein provided for the benefit of the holders of the Trust Certificates.

SECTION 9.07. Qualification of Trustee; Conflicting Interests. (a) If the Trustee has or shall acquire any conflicting interest, as defined in this Section 9.07, it shall, within 90 days after ascertaining that it has such conflicting interest, either eliminate such conflicting interest or resign in the manner and with the effect specified in Section 9.09.

(b) In the event that the Trustee shall fail to comply with the provisions of Section 9.07(a) the Trustee shall, within ten days after the expiration of such 90-day period, transmit notice of such failure to the holders of the Trust Certificates in the manner and to the extent provided in Section 8.04(c) with respect to reports pursuant to Section 8.04(a).

(c) For the purposes of this Section 9.07 the Trustee shall be deemed to have a conflicting interest if:

(1) the Trustee is trustee under another indenture under which any other securities, or certificates of interest or participation in any other securities, of the Company are outstanding, unless such other indenture is a collateral trust indenture under which the only collateral consists of Trust Certificates issued under this Agreement, provided that there shall be excluded from the operation of this paragraph any indenture or indentures under which other securities, or certificates of interest or participation in other securities, of the Company are outstanding, if the Company shall have sustained the burden of proving, on application to the Commission and after opportunity for hearing thereon, that trusteeship under this Agreement and such other indenture or indentures is not so likely to involve a material conflict of interest as to make it necessary in the public interest or for the protection of investors to disqualify the Trustee from acting as such under one of such indentures;

(2) the Trustee or any of its directors or executive officers is an obligor upon the Trust Certificates or an underwriter for the Company;

(3) the Trustee directly or indirectly controls or is directly or indirectly controlled by or is under direct or indirect common control with the Company or an underwriter for the Company;

(4) the Trustee or any of its directors or executive officers is a director, officer, partner, employee, appointee, or representative of the Company, or of an underwriter (other than the Trustee itself) for the Company who is currently engaged in the business of underwriting, except that (i) one individual may be a director or an executive officer, or both, of the Trustee and a director or an executive officer, or both, of the Company, but may not be at the same time an executive officer of both the Trustee and the Company, (ii) if and so long as the number of directors of the Trustee in office is more than nine, one additional individual may be a director or an executive officer, or both, of the Trustee and a director of the Company and (iii) the Trustee may be designated by the Company or by any underwriter for the Company to act in the capacity of transfer agent, registrar, custodian, paying agent, fiscal agent, escrow agent, or depository, or in any other similar capacity, or, subject to the

provisions of Section 9.07(c)(1), to act as trustee, whether under an indenture or otherwise;

(5) 10% or more of the voting securities of the Trustee is beneficially owned either by the Company or by any director, partner, or executive officer thereof, or 20% or more of such voting securities is beneficially owned, collectively, by any two or more of such persons; or 10% or more of the voting securities of the Trustee is beneficially owned either by an underwriter for the Company or by any director, partner, or executive officer thereof, or is beneficially owned, collectively, by any two or more such persons;

(6) the Trustee is the beneficial owner of, or holds as collateral security for an obligation which is in default, (i) 5% or more of the voting securities, or 10% or more of any other class of security, of the Company, not including the Trust Certificates and securities issued under any other indenture under which the Trustee is also trustee or (ii) 10% or more of any class of security of an underwriter for the Company;

(7) the Trustee is the beneficial owner of, or holds as collateral security for an obligation which is in default, 5% or more of the voting securities of any person who, to the knowledge of the Trustee, owns 10% or more of the voting securities of, or controls directly or indirectly or is under direct or indirect common control with, the Company;

(8) the Trustee is the beneficial owner of, or holds as collateral security for an obligation which is in default, 10% or more of any class of security of any person who, to the knowledge of the Trustee, owns 50% or more of the voting securities of the Company; or

(9) the Trustee owns, on May 15th in any calendar year, in the capacity of executor, administrator, testamentary or inter vivos trustee, guardian, committee or conservator, or in any other similar capacity, an aggregate of 25% or more of the voting securities, or of any class of security, of any person, the beneficial ownership of a specified percentage of which would have constituted a conflicting interest under Section 9.07(c)(6), (7) or (8). As to any such securities of which the Trustee acquired ownership through becoming executor, administrator, or testamentary trustee of an estate which included them, the provisions of the preceding sentence shall not apply,

for a period of two years from the date of such acquisition, to the extent that such securities included in such estate do not exceed 25% of such voting securities or 25% of any such class of security. Promptly after May 15th in each calendar year, the Trustee shall make a check of its holdings of such securities in any of the above-mentioned capacities as of such May 15th. If the Company fails to make payment in full of the rentals payable hereunder in respect of the principal of or interest on any of the Trust Certificates when and as the same become due and payable; and such failure continues for 30 days thereafter, the Trustee shall make a prompt check of its holdings of such securities in any of the above-mentioned capacities as of the date of the expiration of such 30-day period, and after such date, notwithstanding the foregoing provisions of this paragraph, all such securities so held by the Trustee, with sole or joint control over such securities vested in it, shall, but only so long as such failure shall continue, be considered as though beneficially owned by the Trustee for the purposes of Sections 9.07(c)(6), (7) and (8).

The specification of percentages in Sections 9.07(c)(5) to (9), inclusive, shall not be construed as indicating that the ownership of such percentages of the securities of a person is or is not necessary or sufficient to constitute direct or indirect control for the purposes of Section 9.07(c)(3) or (7).

For the purposes of Sections 9.07(c)(6), (7), (8) and (9) only, (i) the terms "security" and "securities" shall include only such securities as are generally known as corporate securities, but shall not include any note or other evidence of indebtedness issued to evidence an obligation to repay moneys lent to a person by one or more banks, trust companies or banking firms, or any certificate of interest or participation in any such note or evidence of indebtedness; (ii) an obligation shall be deemed to be in default when a default in payment of principal shall have continued for 30 days or more and shall not have been cured; and (iii) the Trustee shall not be deemed to be the owner or holder of (x) any security which it holds as collateral security, as trustee or otherwise, for an obligation which is not in default as defined in clause (ii) above, or (y) any security which it holds as collateral security under this Agreement, irrespective of any default hereunder, or (z) any security which it holds as agent for collection, or as custodian, escrow agent, or depository, or in any similar representative capacity.

Except as provided above, the word "security" or "securities" as used in this Agreement shall mean any equipment trust certificate, note, stock, treasury stock, bond, debenture, evidence of indebtedness, certificate of interest or participation in any profit-sharing agreement, collateral-trust certificate, pre-organization certificate or subscription, transferable share, investment contract, voting-trust certificate, certificate of deposit for a security, fractional undivided interest in oil, gas or other mineral rights, or, in general, any interest or instrument commonly known as a "security", or any certificate of interest or participation in, temporary or interim certificate for, receipt for, guarantee of, or warrant or right to subscribe to or purchase, any of the foregoing.

(d) For the purposes of this Section 9.07:

(1) The term "underwriter" when used with reference to the Company shall mean every person who, within three years prior to the time as of which the determination is made, has purchased from the Company with a view to, or has offered or sold for the Company in connection with, the distribution of any security of the Company outstanding at such time, or has participated or has had a direct or indirect participation in any such undertaking, or has participated or has had a participation in the direct or indirect underwriting of any such undertaking, but such term shall not include a person whose interest was limited to a commission from an underwriter or dealer not in excess of the usual and customary distributors' or sellers' commission.

(2) The term "director" shall mean any director of a corporation, or any individual performing similar functions with respect to any organization whether incorporated or unincorporated.

(3) The term "person" shall mean an individual, a corporation, a partnership, an association, a joint-stock company, a trust, an unincorporated organization, or a government or political subdivision thereof. As used in this paragraph (3), the term "trust" shall include only a trust where the interest or interests of the beneficiary or beneficiaries are evidenced by a security.

(4) The term "voting security" shall mean any security presently entitling the owner or holder

thereof to vote in the direction or management of the affairs of a person, or any security issued under or pursuant to any trust, agreement or arrangement whereby a trustee or trustees or agent or agents for the owner or holder of such security are presently entitled to vote in the direction or management of the affairs of a person.

(5) The term "Company" shall mean any obligor upon the Trust Certificates.

(6) The term "executive officer" shall mean the president, every vice-president, every trust officer, the cashier, the secretary, and the treasurer of a corporation, and any individual customarily performing similar functions with respect to any organization whether incorporated or unincorporated, but shall not include the chairman of the board of directors.

The percentages of voting securities and other securities specified in this Section 9.07 shall be calculated in accordance with the following provision:

(A) A specified percentage of the voting securities of the Trustee, the Company or any other person referred to in this Section 9.07 (each of whom is referred to as a "person" in this paragraph) means such amount of the outstanding voting securities of such person as entitles the holder or holders thereof to cast such specified percentage of the aggregate votes which the holders of all the outstanding voting securities of such person are entitled to cast in the direction or management of the affairs of such person.

(B) A specified percentage of a class of securities of a person means such percentage of the aggregate amount of securities of the class outstanding.

(C) The term "amount", when used in regard to securities, means the principal amount if relating to evidences of indebtedness, the number of shares if relating to capital shares, and the number of units if relating to any other kind of security.

(D) The term "outstanding" means issued and not held by or for the account of the issuer. The following securities shall not be deemed outstanding within the meaning of this definition:

(i) securities of an issuer held in a sinking fund relating to securities of the issuer of the same class;

(ii) securities of an issuer held in a sinking fund relating to another class of securities of the issuer, if the obligation evidenced by such other class of securities is not in default as to principal or interest or otherwise;

(iii) securities pledged by the issuer thereof as security for an obligation of the issuer not in default as to principal or interest or otherwise; and

(iv) securities held in escrow if placed in escrow by the issuer thereof;

provided, however, that any voting securities of an issuer shall be deemed outstanding if any person other than the issuer is entitled to exercise the voting rights thereof.

(E) A security shall be deemed to be of the same class as another security if both securities confer upon the holder or holders thereof substantially the same rights and privileges; provided, however, that, in the case of secured evidences of indebtedness, all of which are issued under a single indenture, differences in the interest rates or maturity dates of various series thereof shall not be deemed sufficient to constitute such series different classes; and provided, further, that, in the case of unsecured evidences of indebtedness, differences in the interest rates or maturity dates thereof shall not be deemed sufficient to constitute them securities of different classes, whether or not they are issued under a single indenture.

SECTION 9.08. Persons Eligible for Appointment as Trustee. There shall at all times be a Trustee hereunder which shall be a corporation organized and doing business under the laws of the United States of America or any State or the District of Columbia, having a combined capital and surplus of at least \$100,000,000, and which is authorized under such laws to exercise corporate trust powers and is subject to supervision or examination by federal or state authority. If such corporation publishes reports of condition at least annually, pursuant to law or to the requirements of the aforesaid supervising or examining authority, then for the purposes of this Section 9.08, the combined capital and surplus of such corporation shall be deemed to be its combined capital and surplus as set

forth in its most recent report of condition so published. In case at any time the Trustee shall cease to be eligible in accordance with the provisions of this Section 9.08, the Trustee shall resign immediately in the manner and with the effect specified in Section 9.09.

SECTION 9.09. Resignation and Removal; Appointment of Successor Trustee. (a) The Trustee may at any time resign by giving written notice of resignation to the Company. Upon receiving such notice of resignation, the Company shall promptly appoint a successor trustee by written instrument, executed by order of the Board of Directors of the Company. If no successor trustee shall have been so appointed and have accepted appointment within 30 days after the giving of such notice of resignation, the resigning Trustee may petition any court of competent jurisdiction for the appointment of a successor trustee, or any holder of a Trust Certificate who has been a bona fide holder of a Trust Certificate or Trust Certificates for at least six months, may, subject to the provisions of Section 6.10, on behalf of himself and all others similarly situated, petition any such court for the appointment of a successor trustee. Such court may thereupon, after such notice, if any, as it may deem proper and prescribe, appoint a successor trustee.

(b) In case at any time any of the following shall occur:

(1) the Trustee shall fail to comply with the provisions of Section 9.07(a) after written request therefor by the Company or by any holder of the Trust Certificate who has been a bona fide holder of a Trust Certificate or Trust Certificates for a least six months; or

(2) the Trustee shall cease to be eligible in accordance with the provisions of Section 9.08 and shall fail to resign after written request therefor by the Company or by an such holder of a Trust Certificate; or

(3) the Trustee shall become incapable of acting, or shall be adjudged a bankrupt or insolvent, or a receiver of the Trustee or of its property shall be appointed, or any public officer shall take charge or control of the Trustee or of its property or affairs for the purpose of rehabilitation, conservation or liquidation;

then, in any such case, the Company may remove the Trustee and appoint a successor trustee by written instrument, executed by order of its Board of Directors, or, subject to the provisions

of Section 6.10, any holder of a Trust Certificate who has been a bona fide holder of a Trust Certificate or Trust Certificates for at least six months may, on behalf of himself and all others similarly situated, petition any court of competent jurisdiction for the removal of the Trustee and the appointment of a successor trustee. Such court may thereupon, after such notice, if any, as it may deem proper and prescribe, remove the Trustee and appoint a successor trustee.

(c) The holders of a majority in aggregate principal amount of the Trust Certificates at the time outstanding may at any time remove the Trustee and appoint a successor trustee reasonably acceptable to the Company by delivering to the Trustee to be removed, to the successor Trustee so appointed and to the Company the evidence provided for in Section 10.01 of the action taken by the holders of the Trust Certificates.

(d) Any resignation or removal of the Trustee and any appointment of a successor trustee pursuant to any of the provisions of this Section 9.09 shall become effective upon acceptance of appointment by the successor trustee as provided in Section 9.10.

SECTION 9.10. Acceptance of Appointment by Successor Trustee. Any successor trustee appointed as provided in Section 9.09 shall execute, acknowledge and deliver to the Company and to its predecessor trustee an instrument accepting such appointment hereunder, and thereupon the resignation or removal of the predecessor trustee shall become effective and such successor trustee, without any further act, deed or conveyance, shall become vested with all the rights, powers, duties and obligations of its predecessor hereunder; but, nevertheless, on the written request of the Company or of the successor trustee, upon payment of its charges then unpaid, the trustee ceasing to act shall execute and deliver an instrument transferring to such successor trustee all the rights and powers of the trustee so ceasing to act. Upon request of any such successor trustee, the Company shall execute any and all instruments in writing for more fully and certainly vesting in and confirming to such successor trustee all such rights and powers. Any trustee ceasing to act shall, nevertheless, retain a lien upon all property of funds held or collected by such trustee to secure any amounts then due it pursuant to the provisions of Section 9.06.

No successor trustee shall accept appointment as provided in this Section 9.10 unless at the time of such acceptance such successor trustee shall be qualified under the provisions of Section 9.07 and eligible under the provisions of Section 9.08.

Upon acceptance of appointment by a successor trustee as provided in this Section 9.10, the Company shall mail notice of the succession of such trustee hereunder to the holders of the Trust Certificates at their last addresses appearing upon the registry books. If the Company fails to mail such notice within ten days after acceptance of appointment by the successor trustee, the successor trustee shall cause such notice to be mailed at the expense of the Company.

SECTION 9.11. Merger or Consolidation of Trustee.
Any corporation into which the Trustee may be merged or converted or with which it may be consolidated, or any corporation resulting from any merger or conversion or consolidation to which the Trustee shall be a party, or any corporation succeeding to the corporate trust business of the Trustee, shall be the successor of the Trustee hereunder, provided such corporation shall be qualified under the provisions of Section 9.07 and eligible under the provisions of Section 9.08, without the execution or filing of any paper or any further act on the part of any of the parties hereto, anything herein to the contrary notwithstanding.

SECTION 9.12. Preferential Collection of Claims Against the Company. (a) Subject to the provisions of Section 9.12(b), if the Trustee shall be or shall become a creditor, directly or indirectly, secured or unsecured, of the Company within four months prior to a default, as defined in Section 9.12(c), or subsequent to such default, then, unless and until such default shall be cured, the Trustee shall set apart and hold in a special account for the benefit of the Trustee individually, the holders of the Trust Certificates and the holders of other indenture securities (as defined in Section 9.12(c)):

(1) an amount equal to any and all reductions in the amount due and owing upon any claim as such creditor in respect of principal or interest, effected after the beginning of such four-months' period and valid as against the Company and its other creditors, except any such reduction resulting from the receipt or disposition of any property described in Section 9.12(a)(2), or from the exercise of any right of set-off which the Trustee could have exercised if a petition in bankruptcy had been filed by or against the Company upon the date of such default; and

(2) all property received by the Trustee in respect of any claim as such creditor, either as security therefore, or in satisfaction or composition thereof, or otherwise, after the beginning of such four-months' period, or

an amount equal to the proceeds of any such property, if disposed of, subject, however, to the rights, if any, of the Company and its other creditors in such property or such proceeds.

Nothing herein contained, however, shall affect the right of the Trustee:

(A) to retain for its own account (i) payments made on account of any such claim by any person (other than the Company) who is liable thereon, and (ii) the proceeds of the bona fide sale of any such claim by the Trustee to a third person, and (iii) distributions made in cash, securities, or other property in respect of claims filed against the Company in bankruptcy or receivership or in proceedings for reorganization pursuant to the Federal bankruptcy laws or applicable state law;

(B) to realize, for its own account, upon any property held by it as security for any such claim, if such property was so held prior to the beginning of such four-months' period;

(C) to realize, for its own account, but only to the extent of the claim hereinafter mentioned, upon any property held by it as security for any such claim, if such claim was created after the beginning of such four-months' period and such property was received as security therefor simultaneously with the creation thereof, and if the Trustee shall sustain the burden of proving that at the time such property was so received the Trustee had no reasonable cause to believe that a default as defined in Section 9.12(c) would occur within four months; or

(D) to receive payment on any claim referred to in paragraph (B) or (C), against the release of any property held as security for such claim as provided in paragraph (B) or (C), as the case may be, to the extent of the fair value of such property.

For the purposes of paragraphs (B), (C) and (D), property substituted after the beginning of such four-months' period for property held as security at the time of such substitution shall, to the extent of the fair value of the property released, have the same status as the property released, and, to the extent that any claim referred to in any of such paragraphs is created in renewal of or in substitution for or for the purpose of repaying or refunding any pre-existing claim of the Trustee as such creditor, such claim shall have the same status as such pre-existing claim.

If the Trustee shall be required to account, the funds and property held in such special account and the proceeds thereof shall be apportioned between the Trustee, the holders of the Trust Certificates and the holders of other indenture securities in such manner that the Trustee, the holders of the Trust Certificates and the holders of other indenture securities realize, as a result of payment from such special account and payments of dividends on claims filed against the Company in bankruptcy or receivership or in proceedings for reorganization pursuant to the Federal bankruptcy laws or applicable state law, the same percentage of their respective claims, figured before crediting to the claim of the Trustee anything on account of the receipt by it from the Company of the funds and property in such special account and before crediting to the respective claims of the Trustee, the holders of the Trust Certificates and the holders of other indenture securities dividends on claims filed against the Company in bankruptcy or receivership or in proceedings for reorganization pursuant to the Federal bankruptcy laws or applicable state law, but after crediting thereon receipts on account of the indebtedness represented by their respective claims from all sources other than from such dividends and from the funds and property so held in such special account. As used in this paragraph, with respect to any claim, the term "dividends" shall include any distribution with respect to such claim, in bankruptcy or receivership or in proceeding for reorganization pursuant to the Federal bankruptcy laws or applicable state law, whether such distribution is made in cash, securities, or other property, but shall not include any such distribution with respect to the secured portion, if any, of such claim. The court in which such bankruptcy, receivership, or proceedings for reorganization is pending shall have jurisdiction (i) to apportion between the Trustee, the holders of the Trust Certificates and the holders of other indenture securities in accordance with the provisions of this paragraph, the funds and property held in such special account and the proceeds thereof, or (ii) in lieu of such apportionment, in whole or in part, to give to the provisions of this paragraph due consideration in determining the fairness of the distributions to be made to the Trustee, the holders of the Trust Certificates and the holders of other indenture securities with respect to their respective claims, in which event it shall not be necessary to liquidate or to appraise the value of any securities or other property held in such special account or as security for any such claim, or to make a specific allocation of such distributions as between the secured and unsecured portions of such claims, or otherwise to apply the provisions of this paragraph as a mathematical formula.

Any Trustee who has resigned or been removed after the beginning of such four-months' period shall be subject to the provisions of this subsection (a) as though such resignation or removal had not occurred. If any Trustee has resigned or been removed prior to the beginning of such four-months' period, it shall be subject to the provisions of this subsection (a) if and only if the following conditions exist:

(i) the receipt of property or reduction of claim, which would have given rise to the obligation to account, if such Trustee had continued as trustee, occurred after the beginning of such four-months' period; and

(ii) such receipt of property or reduction of claim occurred within four months after such resignation or removal.

(b) There shall be excluded from the operation of Section 9.12(a) a creditor relationship arising from:

(1) the ownership or acquisition of securities issued under any indenture, or any security or securities having a maturity of one year or more at the time of acquisition by the Trustee;

(2) advances authorized by a receivership or bankruptcy court of competent jurisdiction, or by this Agreement, for the purpose of preserving any property which shall at any time be subject to this Agreement or of discharging tax liens or other prior liens or encumbrances thereon, if notice of such advance and of the circumstances surrounding the making thereof is given to the holders of the Trust Certificates at the time and in the manner provided in this Agreement;

(3) disbursements made in the ordinary course of business in the capacity of trustee under an indenture, transfer agent, conversion agent, registrar, custodian, paying agent, fiscal agent or depositary, or other similar capacity;

(4) an indebtedness created as a result of services rendered or premises rented; or an indebtedness created as a result of goods or securities sold in a cash transaction as defined in Section 9.12(c);

(5) the ownership of stock or of other securities of a corporation organized under the provisions of Section 25(a) of the Federal Reserve Act, as amended, which is directly or indirectly a creditor of the Company; or

(6) the acquisition, ownership, acceptance or negotiation of any drafts, bills of exchange, acceptances, or obligations which fall within the classification of self-liquidating paper as defined in Section 9.12(c).

(c) As used in the Section 9.12:

(1) The term "default" shall mean any failure to make payment in full of the principal of or interest on any of the Trust Certificates or upon the other indenture securities when and as such principal or interest becomes due and payable.

(2) The term "other indenture securities" shall mean securities upon which the Company is an obligor (as defined in the Trust Indenture Act of 1939) outstanding under any other indenture (i) under which the Trustee is also trustee, (ii) which contains provisions substantially similar to the provisions of this Section 9.12, and (iii) under which a default exists at the time of the apportionment of the funds and property held in such special account.

(3) The term "cash transaction" shall mean any transaction in which full payment for goods or securities sold is made within seven days after delivery of the goods or securities in currency or in checks or other orders drawn upon banks or bankers and payable upon demand.

(4) The term "self-liquidating paper" shall mean any draft, bill of exchange, acceptance or obligation which is made, drawn, negotiated or incurred by the Company for the purpose of financing the purchase, processing, manufacturing, shipment, storage or sale of goods, wares or merchandise and which is secured by documents evidencing title to, possession of, or a lien upon, the goods, wares or merchandise or the receivables or proceeds arising from the sale of the goods, wares or merchandise previously constituting the security, provided the security is received by the Trustee simultaneously with the creation of the creditor relationship with the Company arising from the making, drawing, negotiating or incurring of the draft, bill of exchange, acceptance or obligation.

(5) The term "Company" shall mean any obligor upon the Trust Certificates.

SECTION 9.13. Paying Agents. (a) Whenever the Trustee shall appoint a paying agent other than the Company, it

will cause such paying agent to execute and deliver to the Trustee an instrument in which such agent shall agree with the Trustee, subject to the provisions of this Section 9.13:

(1) that it will hold all sums held by it as such agent for the payment of the principal of or interest on the Trust Certificates (whether such sums have been paid to it by the Company or by any other obligor on the Trust Certificates) in trust for the benefit of the holders of the Trust Certificates and will notify the Trustee of the receipt of sums to be so held; and

(2) that it will give the Trustee notice of any failure by the Company (or by any other obligor on the Trust Certificates) to make any payment of the principal of or interest on the Trust Certificates when the same shall be due and payable.

(b) If the Company shall act as paying agent for the Trustee, it will, on or before each due date of the principal of or interest on the Trust Certificates, set aside, segregate and hold in trust for the benefit of the holders of the Trust Certificates a sum sufficient to pay such principal or interest so becoming due. The Company will promptly notify the Trustee of any failure to take such action.

SECTION 9.14. Compensation and Indemnity. The Company shall pay to the Trustee from time to time reasonable compensation for its services hereunder. The Trustee's compensation shall not be limited by any law on compensation of a trustee of an express trust. The Company shall reimburse the Trustee upon request for all reasonable out-of-pocket expenses incurred by it in connection with the administration of this trust and the performance of its duties hereunder. Such expenses shall include the reasonable compensation and out-of-pocket expenses of the Trustee's agents and counsel.

The Company shall indemnify the Trustee against any loss or liability incurred by it in connection with the administration of this trust and the performance of its duties hereunder. The Trustee shall notify the Company promptly of any claim for which it may seek indemnity. The Trustee shall permit the Company to defend the claim and the Trustee shall cooperate in the defense. The Trustee may have separate counsel and the Company shall pay the reasonable fees and expenses of such counsel. The Company need not pay for any settlement made without its consent.

The Company need not reimburse any expense or indemnify against any loss or liability incurred by the Trustee through negligence or bad faith.

When the Trustee incurs expenses or renders services after an Event of Default specified in Section 6.01(g) occurs, the expenses and the compensation for the services are intended to constitute expenses of administration under any applicable bankruptcy or insolvency law.

ARTICLE TEN

CONCERNING THE HOLDERS OF TRUST CERTIFICATES

SECTION 10.01. Evidence of Action Taken by Holders of Trust Certificates. Whenever in this Agreement it is provided that the holders of a specified percentage in aggregate principal amount of the Trust Certificates may take any action (including the making of any demand or request, the giving of any notice, consent or waiver or the taking of any other action), the fact that at the time of taking any such action the holders of such specified percentage have joined therein may be evidenced (a) by any instrument or any number of instruments of similar tenor executed by holders of Trust Certificates in person or by agent or proxy appointed in writing, or (b) by the record of the holders of Trust Certificates voting in favor thereof at any meeting of holders of Trust Certificates duly called and held in accordance with the provisions of Article Eleven, or (c) by a combination of such instrument or instruments and any such record of such a meeting of holders of Trust Certificates.

SECTION 10.02. Proof of Execution of Instruments and of Holding of Trust Certificates. Subject to the provisions of Sections 9.02 and 11.05, proof of the execution of any instrument by a holder of Trust Certificates or his agent or proxy and proof of the holding by any person of any of the Trust Certificates shall be sufficient if made in the following manner:

The fact and date of the execution by any such person of any instrument may be proved by the certificate of any notary public or other officer of any jurisdiction within the United States of America authorized to take acknowledgments of deeds to be recorded in such jurisdiction that the person executing such instrument acknowledged to him the execution thereof, or by an affidavit of a witness to such execution sworn to before any such notary or other such officer, or a

guarantee of the signature of such person by a member firm of the New York Stock Exchange.

The ownership of Trust Certificates may be proved by the register of such Trust Certificates or by a certificate of the registrar thereof.

The Trustee may require such additional proof of any matter referred to in this Section 10.02 as it shall deem necessary.

The record of any meeting of holders of Trust Certificates shall be proved in the manner provided in Section 11.06.

SECTION 10.03. Trust Certificates Owned by Company Deemed Not Outstanding. In determining whether the holders of the requisite principal amount of the Trust Certificates have concurred in any direction, request or consent under this Agreement, Trust Certificates which are owned by the Company or by any other obligor on the Trust Certificates or by an Affiliate of the Company or any such other obligor shall be disregarded, except that for the purpose of determining whether the Trustee shall be protected in relying on any such direction, request or consent, only Trust Certificates which the Trustee knows are so owned shall be disregarded.

SECTION 10.04. Right of Revocation of Action Taken. At any time prior to (but not after) the evidencing to the Trustee, as provided in Section 10.01, of the taking of any action by the holders of the percentage in aggregate principal amount of the Trust Certificates specified in this Agreement in connection with such action, any holder of a Trust Certificate the serial number of which is shown by the evidence to be included in the Trust Certificates the holders of which have consented to such action may, by filing written notice with the Trustee at the Corporate Trust Office and upon proof of holding as provided in Section 10.02, revoke such action so far as concerns such Trust Certificate. Except as aforesaid any such action taken by the holder of any Trust Certificate shall be conclusive and binding upon such holder and upon all future holders and owners of such Trust Certificate and of any Trust Certificate issued in exchange or substitution therefor, irrespective of whether or not any notation in regard thereto is made upon such Trust Certificate. Any action taken by the holders of the percentage in aggregate principal amount of the Trust Certificates specified in this Agreement in connection with such action shall be conclusive and binding upon the Company, the Trustee and the holders of all the Trust Certificates.

ARTICLE ELEVEN

MEETINGS OF HOLDERS OF TRUST CERTIFICATES

SECTION 11.01. Purposes for Which Meetings of Holders of Trust Certificates May Be Called. A meeting of holders of Trust Certificates may be called at any time and from time to time pursuant to the provisions of this Article Eleven for any of the following purposes:

- (a) to give any notice to the Company or to the Trustee, or to give any directions to the Trustee or to waive any default hereunder and its consequences, or to take any other action authorized to be taken by holders of Trust Certificates, pursuant to any of the provisions of Article Six;
- (b) to remove the Trustee and appoint a successor trustee pursuant to the provisions of Section 9.09;
- (c) to consider and vote upon an agreement supplemental hereto as provided in Section 13.02; or
- (d) to take any other action authorized to be taken by or on behalf of the holders of any specified aggregate principal amount of the Trust Certificates under any other provision of this Agreement or under applicable law.

SECTION 11.02. Call of Meetings by Trustee. The Trustee may at any time call a meeting of holders of Trust Certificates to take any action specified in Section 11.01, to be held at such time and at such place in the Borough of Manhattan, City and State of New York, as the Trustee shall determine. Notice of every meeting of the holders of Trust Certificates, setting forth the time and the place of such meeting and in general terms the action proposed to be taken at such meeting, shall be mailed by the Trustee at least 30 days prior to such meeting to the holders of the Trust Certificates at their last addresses appearing upon the registration books.

SECTION 11.03. Company and Holders of Trust Certificates May Call Meeting. In case at any time the Company, pursuant to a resolution of its Board of Directors, or the holders of at least 10% in aggregate principal amount of the Trust Certificates then outstanding, shall have requested the Trustee to call a meeting of holders of Trust Certificates to take any action authorized in Section 11.01, by written request setting forth in reasonable detail the action proposed to

be taken at the meeting, and the Trustee shall not have mailed notice of such meeting withing 20 days after receipt of such request, then the Company or the holders of the Trust Certificates in the amount above specified may determine the time and place in the Borough of Manhattan, City and State of New York, for such meeting and may call such meeting by mailing notice thereof as provided in Section 11.02.

SECTION 11.04. Persons Entitled to Vote at Meeting. To be entitled to vote at any meeting of holders of Trust Certificates a person shall (a) be a holder of one or more Trust Certificates or (b) be a person appointed by an instrument in writing as proxy by a holder of one or more Trust Certificates. The only persons who shall be entilted to be present or to speak at any meeting of the holders of the Trust Certificates shall be the persons entitled to vote at such meeting and their counsel and any representatives of the Company and its counsel.

SECTION 11.05. Determination of Voting Rights; Conduct and Adjournment of Meeting. Notwithstanding any other provision of this Agreement, the Trustee may make such reasonable regulations as it may deem advisable for any meeting of holders of the Trust Certificates, in regard to proof of the appointment of proxies, and in regard to the appointment and duties of inspectors of votes, the submission and examination of proxies and other evidence of the right to vote, and such other matters concerning the conduct of the meeting as it shall think fit. Except as otherwise permitted or required by any such regulations, the holding of Trust Certificates shall be proved in the manner specified in Section 10.02 and the appointment of any proxy shall be proved in the manner specified in said Seciton 10.02 or by having the signature of the person executing the proxy witnessed or guaranteed by any bank, banker or trust company satisfactory to the Trustee.

The Trustee shall, by an instrument in writing, appoint a temporary chairman of the meeting, unless the meeting shall have been called by the Company or by holders of the Trust Certificates as provided in Section 11.03, in which case the Company or the holders of the Trust Certificates calling the meeting, as the case may be, shall in like manner appoint a temporary chairman. A permanent chairman and a permanent secretary of the meeting shall be elected by vote of the holders of a majority in principal amount of the Trust Certificates represented at the meeting and entitled to vote.

Subject to the provision of Section 10.03 at any meeting each holder of Trust Certificates or proxy shall be entitled to one vote for each \$1,000 principal amount of Trust

Certificates held or represented by him; provided, however, that no vote shall be cast or counted at any meeting in respect of any Trust Certificate challenged as not outstanding and ruled by the chairman of the meeting to be not outstanding. The chairman of the meeting shall have no right to vote except as a holder of Trust Certificates or proxy. Any meeting of holders of Trust Certificates duly called pursuant to the provisions of Section 11.02 or 11.03 may be adjourned from time to time and the meeting may be held as so adjourned without further notice.

At any meeting of holders of Trust Certificates, the presence of persons holding or representing Trust Certificates in an aggregate principal amount sufficient to take action upon the business for the transaction of which such meeting was called shall be necessary to constitute a quorum; but, if less than a quorum be present, the persons holding or representing a majority in aggregate principal amount of the Trust Certificates represented at the meeting may adjourn such meeting with the same effect, for all intents and purposes, as though a quorum had been present.

SECTION 11.06. Counting Vote and Recording Action of Meeting. The vote upon any resolution submitted to any meeting of holders of Trust Certificates shall be by written ballots on which shall be subscribed the signatures of the holders of Trust Certificates or proxies and the serial number or numbers of the Trust Certificates held or represented by them. The permanent chairman of the meeting shall appoint two inspectors of votes who shall count all votes cast at the meeting for or against any resolution and who shall make and file with the secretary of the meeting their verified written reports in duplicate of all votes cast at the meeting. A record in duplicate of the proceedings of each meeting of holders of Trust Certificates shall be prepared by the secretary of the meeting, and there shall be attached to said record the original reports of the inspectors of votes on any vote by ballot taken thereat and affidavits by one or more persons having knowledge of the facts, setting forth a copy of the notice of the meeting and showing that said notice was mailed as provided in Section 11.02. The record shall be signed and verified by the affidavits of the permanent chairman and secretary of the meeting and one of the duplicates shall be delivered to the Company and the other to the Trustee to be preserved by the Trustee, the latter to have attached thereto the ballots noted at the meeting.

Any record so signed and verified shall be conclusive evidence of the matters therein stated.

SECTION 11.07 Call of Meeting Not to Affect Rights of Trustee and Holders of Trust Certificates. Nothing in this Article Eleven contained shall be deemed or construed to authorize or permit, by reason of any call of a meeting of holders of Trust Certificates or any rights expressly or impliedly conferred hereunder to make such call, any hindrance or delay in the exercise of any right or rights conferred upon or reserved to the Trustee or to the holders of Trust Certificates under any of the provisions of this Agreement or of the Trust Certificates.

ARTICLE TWELVE

DISCHARGE AND SATISFACTION

SECTION 12.01. Termination of the Company's Obligations. The Company may terminate all of its obligations under the Trust Certificates and this Agreement if all Trust Certificates previously issued (other than destroyed, lost or stolen Trust Certificates which have been replaced or paid) have been delivered to the Trustee for cancellation or if:

(a) the Company irrevocably deposits in trust with the Trustee cash or Investment Securities which, through the payment of interest thereon and principal thereof in accordance with their terms, will provide cash in an amount sufficient to pay all of the principal (including any mandatory sinking fund payments) of, and interest on, such Trust Certificates on the dates such payments are due in accordance with the terms of such Trust Certificates;

(b) all other sums due and payable hereunder at the time of such deposit have been paid; and

(c) the Company delivers to the Trustee (i) an Opinion of Counsel to the effect that the deposit and discharge will not cause the holders of Trust Certificates to recognize income, gain or loss for Federal tax purposes and (ii) an Officers' Certificate and an Opinion of Counsel, each stating that all conditions precedent herein relating to the satisfaction and discharge of this Agreement have been complied with.

The Company's obligations in Sections 2.07, 5.10, 7.01, 9.09 and 9.14, however, shall survive until the Trust Certificates are no longer outstanding. Thereafter the Company's obligations in Section 5.10 and 9.14 shall survive.

Upon compliance by the Company with the provisions of paragraphs (a), (b) and (c) of this Section 12.01, the Trustee upon Request shall acknowledge in writing the discharge of the Company's obligations under the Trust Certificates and this Agreement except for those surviving obligations specified above.

SECTION 12.02. Application of Trust Money. The Trustee shall hold in trust money deposited with it pursuant to Section 12.01(a). It shall apply the deposited money in accordance with this Agreement to the payment of principal of and interest on the Trust Certificates.

SECTION 12.03. Repayment to the Company. The Trustee shall promptly pay to the Company upon Request any excess money or securities held by them at any time. The Trustee shall pay to the Company upon request any money held by them for the payment of principal or interest that remains unclaimed for two years, following which holders of Trust Certificates shall look to the Company for payments of principal and interest.

SECTION 12.04. Reinstatement. If the Trustee is unable to apply any cash or Investment Securities in accordance with Section 12.01(a) by reason of any legal proceeding or by reason of any order or judgment by any court or governmental authority enjoining, restraining or otherwise prohibiting such application, the Company's obligations under this Agreement and the Trust Certificates shall be revived and reinstated as though no deposit had occurred pursuant to Section 12.01(a) until such time as the Trustee is permitted to apply all such cash or Investment Securities and the proceeds of the investment thereof in accordance with Section 12.01(a). In such event, the Trustee will invest all such cash or the proceeds from Investment Securities at the Company's request in other Investment Securities and, upon written notice from the Company, return to the Company any cash or Investment Securities deposited with the Trustee pursuant to Section 12.01(a) or so reinvested. If the Company has made any payment of interest on or principal of any Trust Certificates because of the reinstatement of its obligations, the Company shall be subrogated to the rights of the holders of such Trust Certificates to receive such payment from the cash or Investment Securities held by the Trustee.

ARTICLE THIRTEEN

SUPPLEMENTAL AGREEMENTS

SECTION 13.01. Supplemental Agreements Without Consent of Holders. Without the consent of the holders of any Trust Certificate, the Company, when authorized by a resolution of its Board of Directors, and the Trustee, at any time and from time to time, may enter into one or more agreements supplemental hereto, in form satisfactory to the Trustee, for any of the following purposes:

(1) to evidence the succession of another corporation to the Company, and the assumption by any such successor of the covenants of the Company herein and in its guaranty in respect of the Trust Certificates contained, all as provided in Section 5.09; or

(2) to add to the covenants of the Company, for the benefit of the holders of the Trust Certificates, or to surrender any right or power herein conferred upon the Company; or

(3) to cure any ambiguity, to correct or supplement any provision herein which may be defective or inconsistent with any other provision herein, or to make any other changes with respect to matters or questions arising under this Agreement provided such action shall not materially adversely affect the interest of the holders of the Trust Certificates; or

(4) to make provision for the designation of offices or agencies other than or in addition to the Corporate Trust Office, for the surrender of the Trust Certificates or registration of transfer, payment, exchange and redemption thereof and with respect to where notices or demands to or upon the Company under this Agreement may be made; or

(5) to comply with any requirements of the Securities and Exchange Commission in connection with the qualification of this Agreement under the Trust Indenture Act of 1939.

A supplemental agreement authorized by the provisions of this Section 13.01 may be executed by the Company and the Trustee without the consent of the holders of any of the Trust Certificates at the time outstanding, notwithstanding any of the provisions of Section 13.02.

SECTION 13.02. Supplemental Agreements With Consent of Holders. With the consent (evidenced as provided in Section 10.01) of the holders of not less than 66 2/3% in aggregate principal amount of the Trust Certificates at the time outstanding, the Company, when authorized by a resolution of its Board of Directors, and the Trustee may from time to time and at any time enter into an agreement or agreements supplemental hereto for the purpose of adding any provisions to or changing in any manner or eliminating any of the provisions of this Agreement (including but not limited to those relating to the sinking fund, if any, and their rentals relating thereto) or of any supplemental agreement or modifying in any manner the rights and obligations of the holders of the Trust Certificates and of the Company; provided, however, that no such supplemental agreement shall, without the consent of the holder of each outstanding Trust Certificate affected thereby:

(1) change the fixed maturity of the principal of, or any installment of interest on, any Trust Certificate, or change the dates upon which rentals are payable with respect to such principal at maturity or any installment of interest or sinking fund, or reduce the principal amount thereof or the interest thereon or any rentals payable with respect to such principal or interest or any sinking fund installment, or change any of the other terms of the sinking fund, or change the coin or currency in which any Trust Certificate or the interest thereon or any rentals relating thereto is payable, or impair the right to institute suit for the enforcement of such payment on or after the fixed maturity or date of payment thereof (or, in the case of redemption, on or after the date fixed for redemption); or

(2) modify any of the provisions of the guaranty of the Company in respect of any Trust Certificate; or

(3) create any security interest with respect to the Trust Equipment, Leases or Lease Proceeds ranking prior to, or on a parity with, the security interest created by this Agreement or deprive any holder of the benefit of the security interest created by this Agreement in all or any part of the Trust Equipment, Leases or Lease Proceeds; or

(4) reduce the percentage in principal amount of the outstanding Trust Certificates, the consent of whose holders is required for any such supplemental agreement, or the consent of whose holders is required for any waiver of certain defaults hereunder and their consequences provided for in this Agreement; or

(5) modify any of the provisions of this Section 13.02, or Section 13.03, except to increase any such percentage or to provide that certain other provisions of this Agreement cannot be modified or waived without the consent of the holder of each Trust Certificate affected thereby.

It shall not be necessary for the consent of the holders under this Section 13.02 to approve the particular form of any proposed supplemental agreement, but it shall be sufficient if such consent shall approve the substance thereof.

SECTION 13.03. Effect of Supplemental Agreements.
Upon the execution of any supplemental agreement pursuant to the provisions of this Article Thirteen, this Agreement shall be deemed to be modified and amended in accordance therewith and the respective rights, limitations of rights, obligations, duties and immunities under this Agreement of the Trustee, the Company and the holders of Trust Certificates shall thereafter be determined, exercised and enforced hereunder subject in all respects to such modifications and amendments, and all the terms and conditions of any such supplemental agreement shall be and be deemed to be part of the terms and conditions of this Agreement for any and all purposes.

SECTION 13.04. Reference in Trust Certificates to Supplemental Agreements. Trust Certificates issued and delivered after the execution of any supplemental agreement pursuant to the provisions of this Article Thirteen, or after any action taken at a meeting of holders pursuant to Article Eleven, may bear a notation in form approved by the Trustee as to any matter provided for in such supplemental agreement or as to any action taken at any such meeting; and, in such case, suitable notation may be made upon outstanding Trust Certificates after proper presentation and demand. If the Trustee shall so determine, new Trust Certificates so modified to conform, in the opinion of the Trustee and the Board of Directors of the Company, to any modification of this Agreement contained in any such supplemental agreement, or any action taken at any such meeting, may be prepared by the Trustee and executed by the Trustee, and the Company shall place its guaranty thereon and such new Trust Certificates may be delivered in exchange for the Trust Certificates then outstanding, without cost to the holders thereof, upon surrender of such Trust Certificates.

SECTION 13.05. Opinion of Counsel to the Trustee.
The Trustee, subject to the provisions of Section 9.02, may receive an Opinion of Counsel as conclusive evidence that any supplemental agreement executed pursuant to this Article

Thirteen is authorized or permitted by the terms of this Agreement and that it is not inconsistent herewith.

SECTION 13.06. Conformity with Trust Indenture Act of 1939. Each supplemental agreement executed pursuant to this Article Thirteen shall conform to the requirements of the Trust Indenture Act of 1939 as then in effect.

SECTION 13.07. Trustee to Execute Supplemental Agreements. Upon the Request of the Company, accompanied by a copy of a resolution of its Board of Directors authorizing the execution of any such supplemental agreement, and, if pursuant to Section 13.02, upon the filing with the Trustee of evidence of the consent of the holders as aforesaid, the Trustee shall join with the Company in the execution of such supplemental agreement unless such supplemental agreement affects the Trustee's own rights, duties or immunities under this Agreement or otherwise, in which case the Trustee may in its discretion but shall not be obligated to enter into such supplemental agreement.

ARTICLE FOURTEEN

MISCELLANEOUS

SECTION 14.01. Rights Confined to Parties and Holders. Nothing expressed or implied herein is intended or shall be construed to confer upon or to give to any person, firm or corporation, other than the parties hereto and the holders of the Trust Certificates, any right, remedy or claim under or by reason of this Agreement or of any term, covenant of condition hereof, and all the terms, covenants, conditions, promises and agreements contained herein shall be for the sole and exclusive benefit of the parties hereto and their successors and of the holders of the Trust Certificates.

SECTION 14.02. No Recourse. No recourse under any obligation, covenant or agreement of this Agreement, or of the guaranty endorsed on any Trust Certificate, shall be had against any shareholder, officer or director of the Company, as such, by the enforcement of any assessment or by any legal or equitable proceeding, by virtue of any statute or otherwise; it being expressly agreed and understood that this Agreement and said guaranty are solely corporate obligations, and that no personal liability whatever shall attach to or be incurred by the shareholders, officers or directors of the Company, as such, or any of them, under or by reason of any of the

obligations, covenants or agreements contained in this Agreement or in said guaranty, or implied therefrom, and that any and all personal liability, either at common law or in equity, or by statute or constitution, of every such shareholder, officer or director is hereby expressly waived as a condition of and consideration for the execution of this Agreement and said guaranty.

SECTION 14.03. Officers' Certificates and Opinions of Counsel; Statements to Be Contained Therein. Upon any application, demand or Request by the Company to the Trustee to take any action under any of the provisions of this Agreement (other than the issuance of Trust Certificates), the Company shall furnish to the Trustee an Officers' Certificate stating that all conditions precedent provided for in this Agreement relating to the proposed action have been complied with and an Opinion of Counsel stating that in the opinion of such counsel all such conditions precedent have been complied with.

Each certificate or opinion provided for in this Agreement and delivered to the Trustee with respect to compliance with a condition or covenant provided for in this Agreement shall include (a) a statement that the person making such certificate or opinion has read such condition or covenant; (b) a brief statement as to the nature and scope of the examination or investigation upon which the statements or opinions contained in such certificate or opinion are based; (c) a statement that, in the opinion of such person, he has made such examination or investigation as is necessary to enable him to express an informed opinion as to whether or not such condition or covenant has been complied with; and (d) a statement as to whether or not in the opinion of such person, such condition or covenant has been complied with.

SECTION 14.04. Conflict of Any Provision of Agreement with Trust Indenture Act of 1939. If and to the extent that any provision of this Agreement limits, qualifies or conflicts with another provision included in this Agreement which is required to be included herein by any of sections 310 to 317, inclusive, of the Trust Indenture Act of 1939, such required provision shall control.

SECTION 14.05. Binding Upon Assigns. Except as otherwise provided herein, the provisions of this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns.

SECTION 14.06. Notices. Except as provided in Section 6.01(c), all demands, notices, and communications

hereunder shall be in writing and shall be deemed to have been duly given if personally delivered at or mailed by first class mail to its office at 3301 Rider Trail South, Earth City, Missouri 63045, Attn: Secretary, with a copy to its office at 1370 Avenue of the Americas, New York, New York 10019, Attn: Treasurer, or such other address as may hereafter be furnished to the Trustee in writing by the Company and (b) in the case of the Trustee, if received at 108 South Akard Street, 16th Floor, Magnolia Building, Dallas, Texas, if by hand, and at P.O. Box 225415, Dallas, Texas 75265, if by mail, Attn: Corporate Trust Department, or such other address as may hereafter be furnished to the Company in writing by the Trustee.

SECTION 14.07. Effect of Headings. The Article and Section headings herein are for convenience only and shall not affect the construction hereof.

SECTION 14.08. Counterparts. This Agreement has been simultaneously executed in several counterparts each of which shall be deemed to be an original, and all such counterparts shall together constitute but one and the same instrument.

SECTION 14.09. Date Executed. This Agreement shall be deemed to have been executed on the date of the acknowledgement thereof by the officer of the Trustee who signed it on behalf of the Trustee.

SECTION 14.10. Governing Law. This Agreement and each Trust Certificate, including the validity thereof, shall be governed by and construed in accordance with the laws, including the conflict of laws rules, of the State of New York.

IN WITNESS WHEREOF, the Company and the Trustee have caused their names to be signed hereto by their respective officers thereunto duly authorized and their respective corporate seals, duly attested, to be hereunto affixed as of the day and year first written.

MBANK DALLAS, N.A.

Trustee

By *M. Patterson*
Vice President

[SEAL]

Attest:

Susan Hunter
Trust Officer

ACF INDUSTRIES, INCORPORATED

By *Robert J. Smith*
Treasurer

[CORPORATE SEAL]

Attest:

Robert C. Brown
Assistant Secretary

STATE OF NEW YORK,
SS.:
CITY OF NEW YORK,

On this 26 day of February, 1986, before me personally appeared N. Patterson, to me personally known, who, being by me duly sworn, says that she is a Vice President of MBANK DALLAS N.A., a national banking association, that one of the seals affixed to the foregoing instrument is the seal of said association, that said instrument was signed and sealed on behalf of said association and she acknowledged that the execution of the foregoing instrument was the free act and deed of said association.

Evelyn Grenawalt
Notary Public; State of New York

[NOTARIAL SEAL]

EVELYN GRENAWALT
Notary Public, State of New York
No. 41-4622738
Qualified in Queens County 86
Commission Expires March 30, 1986

STATE OF NEW YORK,
SS.:
CITY OF NEW YORK,

On this 26 day of February, 1986, before me personally appeared Robert J. Mitchell, to me personally known, who, being by me duly sworn, says that he is Treasurer of ACF INDUSTRIES, INCORPORATED, that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Robert C. Bickford
Notary Public; State of New York

[NOTARIAL SEAL]

ROBERT C. BICKFORD
Notary Public, State of New York
No. 4616432
Qualified in New York County
My Commission Expires March 30, 1987

SCHEDULE I

QUANTITY

AAR
DESIGNATION

INITIALLED ACFX
AND NUMBERED

992

C214

38320 - 38336
38370 - 38388
38404 - 38433
38436
38500 - 38761
38776 - 38829
38833
38835 - 38949
38957 - 39130
39161 - 39242
39343 - 39375
39377 - 39378
39381 - 39411
39414 - 39428
39430
39433 - 39439
39449 - 39472
39480 - 39491
39553
39555 - 39564
39566
39618
39633

186
196

C614

40301 - 40353
40355 - 40392
40394 - 40400
38389 - 38403
38434 - 38435
38762 - 38775
38950 - 38956
39478
51001 - 51010
51012 - 51016
51041 - 51072
51074 - 51075
51114 - 51115
51117 - 51118
51120 - 51132
51148 - 51162
59916 - 59923
59928 - 59939
59944 - 59965
59967 - 59999
38338 - 38347
76690 - 76727
76758 - 76760
76806

51103 >

10
42

C714
T054

<u>QUANTITY</u>	<u>AAR DESIGNATION</u>	<u>INITIALLED ACFX AND NUMBERED</u>
5	T055	71096 - 71100
152	T104	71051 - 71065
		76681 - 76682
		76730 - 76757
		76761 - 76805
		76815 - 76819
		76897 - 76953
42	T103	71161
		76683 - 76689
		76807 - 76814
		76820 - 76826
		76977 - 76995
4	T160	71182
		71184 - 71186
70	T107	76827 - 76896
50	T108	71101 - 71130
		71162 - 71181
20	T564	77188 - 77197
		77246 - 77255
Covered Hopper Cars	1,198	
Tank Cars	<u>385</u>	
Total	1,583	